



OFFICE OF STATE TREASURER

YEAR ENDED JUNE 30, 1999

**From The Office Of State Auditor
Claire McCaskill**

Report No. 2000-35
May 12, 2000
www.auditor.state.mo.us

AUDIT REPORT



Office Of The
State Auditor Of Missouri
Claire McCaskill

May 2000

The following findings were noted as a result of an audit conducted by our office of the Office of the State Treasurer.

The State Treasurer's Office maintains numerous bank accounts to handle state monies. Due to the volume of activity, and the number and complexity of reconciling items, many of the main operating accounts are normally reconciled daily. However, one of these accounts, the Electronic Receipt/Payment Account, was not being reconciled on a timely basis. A similar condition was noted in our prior report.

The Electronic Receipt/Payment Account is used to process many of the state's electronic transactions, such as wire transfer receipts of federal monies, credit card receipts, direct deposits of payroll checks, and electronic vendor payments. In response to our prior report, the State Treasurer's Office did increase their efforts in reconciling the account for a period of time. During our audit, we noted that the daily bank reconciliations for this account were current at July 23, 1999; however, the reconciliations were not performed again until December 6, 1999 when we discussed the issue with the State Treasurer's Office. The reconciliations were still five and one-half months behind at March 2, 2000.

The June 30, 1999 reconciliation identified approximately \$7,400,000 in reconciling items, one-third of which had been outstanding for more than a month. Many such items require further research to determine what corrections or additional actions are necessary to resolve them. To allow errors and other reconciling items to be identified, researched, and corrected in a timely manner, bank reconciliations should be kept up-to-date.

Certain entities holding unclaimed property for persons they cannot locate are periodically required to send such property, along with available information about the owners, to the State Treasurer's Office. The Unclaimed Property Division (UPD) receives and records the unclaimed property and deposits unclaimed monies to the credit of the Abandoned Fund Account Fund. While the UPD deposits unclaimed funds and enters information about the holders into the UPD's unclaimed property management system database as it is received, the related individual owner information is not always entered in a timely manner.

At June 30, 1999, the UPD had approximately \$3,524,000 in holder reports for which the owner information had not been entered, as compared to approximately \$2,019,000 at June 30, 1998. Some of these reports had been submitted as much as eight months earlier. In addition, as of October 1, 1999 the amount had increased to approximately \$3,821,000. The two main reporting periods during which unclaimed property is remitted to the UPD begin on May 1 and November 1 of each year.

(over)

YELLOW SHEET

The timely entry of owner information on the unclaimed property management system is critical to returning unclaimed funds to the original owners in a timely manner. While the UPD uses many marketing tools to publicize unclaimed funds and to encourage owners to inquire about monies possibly due them, owners can only identify and claim the amounts recorded in their name on the unclaimed property management system. Without the most current data, the value of this marketing is reduced.

As a follow-up to the action taken by the Office of State Treasurer on recommendations made in our report issued for the year ended June 30, 1998. We had recommended:

- The State Treasurer's Office continue to monitor the cash balance of the Abandoned Fund Account Fund and ensure that the necessary transfer is made at least once each fiscal year to reduce the balance to the level required by state law. – **Implemented**
- The State Treasurer's Office ensure that audits and other reviews of the Missouri First Linked Deposit Program are performed on a timely basis. In addition the audits should conform to the State Treasurer's Office's written guidelines. – **Implemented**

OFFICE OF STATE TREASURER

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FINANCIAL SECTION

State Auditor's Reports



CLAIRE C. McCASKILL
Missouri State Auditor

**INDEPENDENT AUDITOR'S REPORT ON
THE FINANCIAL STATEMENTS**

Honorable Bob Holden, State Treasurer
Jefferson City, Missouri 65102

We have audited the accompanying special-purpose financial statements of the various funds of the Office of State Treasurer as of and for the year ended June 30, 1999, as identified in the table of contents. These special-purpose financial statements are the responsibility of the office's management. Our responsibility is to express an opinion on these special-purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the special-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the special-purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying special-purpose financial statements were prepared for the purpose of presenting the financial position, results of operations, and cash flows of the Central Check Mailing Service Revolving Fund; the receipts, disbursements, and changes in cash and investments of the Abandoned Fund Account Fund and the Treasurer's Information Fund; and the appropriations and expenditures of the various funds of the Office of State Treasurer. These special-purpose financial statements are not intended to be a complete presentation of the financial position and results of operations of the various funds of the office.

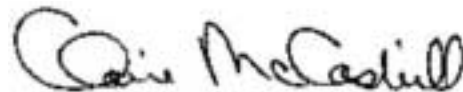
In our opinion, the special-purpose financial statements in Exhibits A through C present fairly, in all material respects, the financial position of the Central Check Mailing Service Revolving Fund as of June 30, 1999 and 1998, and the results of its operations and its cash flows for the years then ended in conformity with generally accepted accounting principles.

In our opinion, the special-purpose financial statements in Exhibits D and E present fairly, in all material respects, the receipts, disbursements, and changes in cash and investments of the Abandoned Fund Account Fund and the Treasurer's Information Fund; and the appropriations and expenditures of the various funds of the Office of State Treasurer as of and for the years ended June 30, 1999 and 1998, in conformity with the comprehensive bases of accounting discussed in Note 1, which are bases of accounting other than generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we also have issued our report dated December 20, 1999, on our consideration of the office's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

Our audit was made for the purpose of forming an opinion on the special-purpose financial statements, taken as a whole, that are referred to in the first paragraph. The accompanying financial information listed as supplementary data in the table of contents is presented for purposes of additional analysis. Such information, except for that presented in Schedule 5, has been subjected to the auditing procedures applied in the audit of the special-purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the special-purpose financial statements taken as a whole. We did not audit the information presented in Schedule 5 and, accordingly, we express no opinion on it.

The accompanying History, Organization, and Statistical Information is presented for informational purposes. This information was obtained from the office's management and was not subjected to the auditing procedures applied in the audit of the special-purpose financial statements referred to above.



Claire McCaskill
State Auditor

December 20, 1999 (fieldwork completion date)

The following auditors participated in the preparation of this report:

Director of Audits:	Kenneth W. Kuster, CPA
Audit Manager:	Douglas J. Porting, CPA
Audit Staff:	Tiffany A. Blew
	Francis E. Verslues
	Tirennia C. Miller



CLAIRE C. McCASKILL
Missouri State Auditor

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING**

Honorable Bob Holden, State Treasurer
Jefferson City, Missouri 65102

We have audited the special-purpose financial statements of the Office of State Treasurer as of and for the year ended June 30, 1999, and have issued our report thereon dated December 20, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

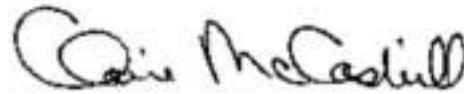
As part of obtaining reasonable assurance about whether the special-purpose financial statements of the Office of State Treasurer are free of material misstatement, we performed tests of the office's compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance.

Internal Control Over Financial Reporting

In planning and performing our audit of the special-purpose financial statements of the Office of State Treasurer, we considered the office's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the office's ability to record, process, summarize, and report financial data consistent with the assertions of management in the special-purpose financial statements.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a material weakness, and this matter is presented in the accompanying Management Advisory Report.

This report is intended for the information of the management of the Office of State Treasurer and other applicable government officials. However, this report is a matter of public record and its distribution is not limited.

A handwritten signature in black ink, reading "Claire McCaskill". The signature is written in a cursive, flowing style.

Claire McCaskill
State Auditor

December 20, 1999 (fieldwork completion date)

Financial Statements

Exhibit A

OFFICE OF STATE TREASURER
CENTRAL CHECK MAILING SERVICE REVOLVING FUND
COMPARATIVE BALANCE SHEET

	June 30,	
	1999	1998
ASSETS		
Cash and investments	\$ 17,001	23,241
Accounts receivable	28,471	26,601
Prepaid postage	8,261	9,649
Equipment	17,300	17,300
Accumulated depreciation	-8,650	-6,920
Total Assets	<u>\$ 62,383</u>	<u>69,871</u>
LIABILITIES AND EQUITY		
Accounts payable	\$ 0	2,561
Total Liabilities	<u>0</u>	<u>2,561</u>
Equity:		
Contributed capital	50,000	50,000
Retained earnings - unreserved	12,383	17,310
Total Equity	<u>62,383</u>	<u>67,310</u>
Total Liabilities and Equity	<u>\$ 62,383</u>	<u>69,871</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit B

OFFICE OF STATE TREASURER
CENTRAL CHECK MAILING SERVICE REVOLVING FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN RETAINED EARNINGS

	Year Ended June 30,	
	1999	1998
OPERATING REVENUES		
Charges for services	\$ 54,714	51,992
Total Operating Revenues	54,714	51,992
OPERATING EXPENSES		
Postage	47,576	49,093
Office supplies	10,335	8,191
Depreciation	1,730	1,730
Other	0	0
Total Operating Expenses	59,641	59,014
NET (LOSS)	-4,927	-7,022
RETAINED EARNINGS, JULY 1	17,310	24,332
RETAINED EARNINGS, JUNE 30	\$ 12,383	17,310

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit C

OFFICE OF STATE TREASURER
CENTRAL CHECK MAILING SERVICE REVOLVING FUND
COMPARATIVE STATEMENT OF CASH FLOWS

	Year Ended June 30,	
	1999	1998
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	\$ 52,844	49,650
Cash paid for operations	<u>-59,084</u>	<u>-59,370</u>
NET CASH (DECREASED) BY OPERATING ACTIVITIES	-6,240	-9,720
CASH, July 1	<u>23,241</u>	<u>32,961</u>
CASH, June 30	<u>\$ 17,001</u>	<u>23,241</u>
RECONCILIATION OF OPERATING LOSS TO NET		
CASH (DECREASED) BY OPERATING ACTIVITIES		
Operating (loss)	\$ -4,927	-7,022
Adjustments to reconcile operating loss to		
net cash (decreased) by operating activities:		
Depreciation	1,730	1,730
Changes in assets and liabilities:		
Decrease (Increase) in accounts receivable	-1,870	-2,342
Decrease (Increase) in prepaid postage	1,388	-4,500
Increase (Decrease) in accounts payable	<u>-2,561</u>	<u>2,414</u>
Net Cash (Decreased) by Operating Activities	<u>\$ -6,240</u>	<u>-9,720</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit D

OFFICE OF STATE TREASURER
COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN
CASH AND INVESTMENTS-ABANDONED FUND ACCOUNT FUND AND TREASURER'S
INFORMATION FUND

	Year Ended June 30,			
	1999		1998	
	Abandoned Fund Account Fund	Treasurer's Information Fund	Abandoned Fund Account Fund	Treasurer's Information Fund
RECEIPTS				
Unclaimed deposits, dividends, and interest from financial institutions	\$ 21,178,070	0	16,073,254	0
Charges for services	0	3,630	0	3,645
Total Receipts	21,178,070	3,630	16,073,254	3,645
DISBURSEMENTS				
Refunds of unclaimed deposits	4,959,679	0	4,308,123	0
Expense and equipment	95,055	1,502	92,404	1,175
Total Disbursements (Note 3)	5,054,734	1,502	4,400,527	1,175
RECEIPTS OVER (UNDER) DISBURSEMENTS	16,123,336	2,128	11,672,727	2,470
TRANSFERS				
Transfers from General Revenue Fund-State	0	0	972,767	0
Transfers (to) General Revenue Fund-State	-16,541,535	0	-12,821,764	-535
Net Transfers	-16,541,535	0	-11,848,997	-535
RECEIPTS OVER (UNDER) DISBURSEMENTS AND TRANSFERS	-418,199	2,128	-176,270	1,935
CASH AND INVESTMENTS, JULY 1	675,468	2,681	851,738	746
CASH AND INVESTMENTS, JUNE 30	\$ 257,269	4,809	675,468	2,681

The accompanying Notes to the Financial Statements are an integral part of this statement.

Exhibit E

OFFICE OF STATE TREASURER

COMPARATIVE STATEMENT OF APPROPRIATIONS AND EXPENDITURES

Year Ended June 30,						
	1999			1998		
	Appropriations	Expenditures	Lapsed Balances	Appropriations	Expenditures	Lapsed Balances
GENERAL REVENUE FUND - STATE						
Expense and equipment	\$ 138,664	72,081	66,583	164,235	25,570	138,665
Personal service	1,378,970	1,267,534	111,436	1,286,864	1,119,725	167,139
Expense and equipment	153,500	0	153,500	709,224	503,849	205,375
Issuing duplicate checks	910,000	852,233	57,767	510,000	493,769	16,231
Services to monitor companies doing business in Northern Ireland	3,000	3,000	0	3,000	3,000	0
Outlawed checks	5,000	4,730	270	25,000	17,154	7,846
Lease and utility expense	2,940	2,171	769	2,940	2,236	704
Refunds of excess interest from the linked deposit program	8,800	7,855	945	4,000	3,169	831
Expense and equipment	494,050	493,668	382	N/A	N/A	N/A
Total General Revenue Fund - State	<u>3,094,924</u>	<u>2,703,272</u>	<u>391,652</u>	<u>2,705,263</u>	<u>2,168,472</u>	<u>536,791</u>
TREASURER'S INFORMATION FUND						
Expense and equipment	<u>8,000</u>	<u>508</u>	<u>7,492</u>	<u>8,000</u>	<u>1,304</u>	<u>6,696</u>
CENTRAL CHECK MAILING SERVICE						
REVOLVING FUND						
Expense and equipment	<u>75,000</u>	<u>56,522</u>	<u>18,478</u>	<u>75,000</u>	<u>61,785</u>	<u>13,215</u>
HIGHWAY DEPARTMENT FUND						
Personal service	<u>416,419</u>	<u>403,926</u>	<u>12,493</u>	<u>400,803</u>	<u>388,779</u>	<u>12,024</u>
WORKERS' COMPENSATION - SECOND INJURY FUND						
Personal service	32,877	21,797	11,080	31,252	18,279	12,973
Expense and equipment	<u>3,280</u>	<u>2,175</u>	<u>1,105</u>	<u>3,280</u>	<u>1,918</u>	<u>1,362</u>
Total Workers' Compensation - Second Injury Fund	<u>36,157</u>	<u>23,972</u>	<u>12,185</u>	<u>34,532</u>	<u>20,197</u>	<u>14,335</u>
ABANDONED FUND ACCOUNT						
Expense and equipment	129,701	129,701	0	129,701	77,791	51,910
Payment of claims for abandoned property	<u>5,000,000</u>	<u>4,756,476</u>	<u>243,524</u>	<u>4,500,000</u>	<u>4,475,992</u>	<u>24,008</u>
Total Abandoned Fund Account	<u>5,129,701</u>	<u>4,886,177</u>	<u>243,524</u>	<u>4,629,701</u>	<u>4,553,783</u>	<u>75,918</u>
Total All Funds	<u>\$ 8,760,201</u>	<u>8,074,377</u>	<u>685,824</u>	<u>7,853,299</u>	<u>7,194,320</u>	<u>658,979</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

Supplementary Data

Schedule 1

OFFICE OF STATE TREASURER
CENTRAL CHECK MAILING SERVICE REVOLVING FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN RETAINED EARNINGS

	Year Ended June 30,				
	1999	1998	1997	1996	1995
OPERATING REVENUES					
Charges for services	\$ 54,714	51,992	48,492	47,722	44,124
Total Operating Revenues	<u>54,714</u>	<u>51,992</u>	<u>48,492</u>	<u>47,722</u>	<u>44,124</u>
OPERATING EXPENSES					
Postage	47,576	49,093	40,583	35,157	31,417
Office supplies	10,335	8,191	6,642	7,860	3,439
Other	0	0	77	3,748	4,034
Depreciation	<u>1,730</u>	<u>1,730</u>	<u>1,730</u>	<u>1,730</u>	<u>1,730</u>
Total Operating Expenses	<u>59,641</u>	<u>59,014</u>	<u>49,032</u>	<u>48,495</u>	<u>40,620</u>
NET INCOME (LOSS)	-4,927	-7,022	-540	-773	3,504
RETAINED EARNINGS, JULY 1	<u>17,310</u>	<u>24,332</u>	<u>24,872</u>	<u>25,645</u>	<u>22,141</u>
RETAINED EARNINGS, JUNE 30	<u>\$ 12,383</u>	<u>17,310</u>	<u>24,332</u>	<u>24,872</u>	<u>25,645</u>

The accompanying Notes to the Supplementary Data are an integral part of this statement.

Schedule 2

OFFICE OF STATE TREASURER
COMPARATIVE STATEMENT OF EXPENDITURES (FROM APPROPRIATIONS)

	Year Ended June 30,				
	1999	1998	1997	1996	1995
Personal service	\$ 1,693,258	1,526,783	1,538,219	1,413,645	1,303,238
Travel and vehicle:					
Expense	70,348	58,687	70,914	69,869	81,904
Equipment purchase	0	16,582	0	0	0
Office expense	88,859	75,902	78,433	82,004	78,655
Office and communication equipment purchase	20,517	33,369	38,506	25,457	52,338
Communication expense	122,912	119,960	114,757	98,709	100,401
Institution and physical plant:					
Expense	4,352	4,495	4,460	6,267	13,503
Equipment purchase	279	4,835	6,941	870	7,049
Data processing expense and equipment	270,550	217,903	315,264	340,290	233,374
Professional services	140,742	100,862	108,030	76,275	82,911
Refunds	5,621,294	4,990,084	3,889,817	3,370,787	3,705,008
Other expense	41,266	44,858	30,578	40,968	18,550
Total Expenditures	\$ <u>8,074,377</u>	<u>7,194,320</u>	<u>6,195,919</u>	<u>5,525,141</u>	<u>5,676,931</u>

The accompanying Notes to the Supplementary Data are an integral part of this statement.

Schedule 3

OFFICE OF STATE TREASURER
STATEMENT OF CHANGES IN GENERAL FIXED ASSETS
YEAR ENDED JUNE 30, 1999

	Balance June 30, 1998	Additions	Dispositions	Balance June 30, 1999
Equipment	\$ 625,736	176,436	-49,539	752,633
Motor vehicles	20,871	0	0	20,871
Total General Fixed Assets	\$ 646,607	176,436	-49,539	773,504

The accompanying Notes to the Supplementary Data are an integral part of this statement.

Schedule 4

OFFICE OF STATE TREASURER
COMPARATIVE STATEMENT OF FUNDS IN CUSTODY OF STATE TREASURER

	June 30,				
	1999	1998	1997	1996	1995
APPROPRIATED FUNDS					
Demand Deposits:					
Mercantile Bank (Note 7)	\$ 17,378,945	27,419,757	0	0	0
Central Bank (Note 7)	-181,557,095	-168,421,915	-117,767,344	-124,164,306	-112,620,966
Collection bank accounts (Note 7)	6,781,261	4,990,343	5,797,090	7,173,967	3,689,262
Total Demand Deposits	-157,396,889	-136,011,815	-111,970,254	-116,990,339	-108,931,704
Time Deposits	442,979,003	421,840,092	424,192,952	443,560,755	373,787,703
U.S. government securities	2,299,678,256	3,048,280,491	2,607,059,674	2,016,995,009	1,178,679,028
Commercial paper and banker acceptances	734,288,488	N/A	N/A	N/A	N/A
Repurchase agreements	152,784,800	394,450,700	652,396,500	743,414,400	1,161,521,700
Other investments (Note 8)	10,130	10,130	10,130	10,130	10,130
Total Appropriated Funds (Schedule 5)	3,472,343,788	3,728,569,598	3,571,689,002	3,086,989,955	2,605,066,857
NONAPPROPRIATED FUNDS					
Demand deposits (Note 7)	3,977	4,055	3,777	3,714	2,934
Repurchase agreements	7,793,800	8,420,300	8,796,800	11,733,900	11,501,700
Total Nonappropriated Funds (Schedule 6)	7,797,777	8,424,355	8,800,577	11,737,614	11,504,634
Total Cash and Investments (Note 6)	\$ 3,480,141,565	3,736,993,953	3,580,489,579	3,098,727,569	2,616,571,491

The accompanying Notes to the Supplementary Data are an integral part of this statement.

Schedule 5

OFFICE OF STATE TREASURER
COMPARATIVE STATEMENT OF "LIST OF BALANCES IN THE SEVERAL FUNDS"

(U N A U D I T E D)

	June 30,				
	1999	1998	1997	1996	1995
General Revenue Fund	\$ 1,167,276,156	1,455,967,248	1,410,053,968	1,205,618,451	793,794,677
Budget Stabilization Fund	135,293,029	128,169,446	121,444,844	29,032,747	23,699,999
Cash Operating Reserve Fund	278,468,808	261,985,315	245,143,210	232,375,970	212,987,699
Abandoned Fund Account Fund	257,269	675,468	851,738	1,066,717	452,920
Abandoned Mine Reclamation Fund	611,127	517,196	425,633	333,140	244,420
Academic Scholarship Fund	93,018	90,165	N/A	N/A	N/A
Adjutant General - Federal Fund	1,160,612	2,169,055	991,749	941,476	1,444,736
Adjutant General Revolving Fund	244,500	215,508	201,779	178,235	120,176
Administrative Trust Fund	10,784,887	11,817,319	10,983,478	21,362,497	7,416,600
Agricultural Product Utilization Business					
Development Loan Guarantee Fund	14,591	N/A	N/A	N/A	N/A
Agricultural Product Utilization Grant Fund	377,042	N/A	N/A	N/A	N/A
Agriculture Bond Trustee Fund	0	0	0	0	0
Agriculture Development Fund	56,395	51,443	44,116	67,518	60,390
Aid to Dependent Children - Federal Fund	0	23	15,475,075	6,065,010	5,752,264
Alternative Care Trust Fund	1,500,105	1,723,174	1,917,931	2,012,486	2,486,372
Americans With Disabilities Act Compliance Fund	3,905,067	3,582,022	8,569,727	21,602,968	29,486,244
Animal Care Reserve Fund	233,623	175,110	187,238	213,130	197,331
Animal Health Laboratory Fee Fund	246,914	165,882	148,995	92,643	144,467
Apple Merchandising Fund	7,655	10,790	9,542	8,579	8,093
Aquaculture Marketing Development Fund	1,539	915	0	0	0
Athletic Fund	535,604	302,470	135,081	50,081	44,242
Attorney General - Federal and Other Fund	6,746	0	3,951	65,447	11,248
Attorney General Anti-Trust Revolving Fund	499,754	763,778	539,006	118,995	39,221
Attorney General Court Costs Fund	10,411	9,456	19,782	41,763	0
Aviation Trust Fund	2,899,035	419,947	351,216	739,619	464,535
Bingo Proceeds for Education Fund	8,870,862	8,700,240	6,402,442	5,576,436	6,464,179
Blind Pension Fund	3,919,108	3,047,200	2,481,180	2,330,359	2,565,172
Board of Barber Examiners Fund	156,154	182,031	211,982	223,337	246,523
Board of Embalmers and Funeral Directors Fund	306,019	307,630	309,368	278,366	273,847
Board of Geologist Registration Fund	76,363	63,448	61,213	129,540	N/A
Board of Pharmacy Fund	1,084,804	950,972	777,259	486,568	294,586
Board of Registration for the Healing Arts Fund	5,141,105	5,084,207	4,699,622	4,017,063	3,539,641
Bridge Scholarship Fund	290,372	N/A	N/A	N/A	N/A
Business Service Extension Team Fund	3,570,702	3,081,493	2,159,428	600,000	N/A
Central Check Mailing Service Revolving Fund	17,001	23,241	32,961	34,834	35,053
Champ W. Smith & Mary C. Smith					
Memorial Endowment Trust Fund	384,668	384,158	385,333	385,542	384,299
Chemical Emergency Preparedness Fund	782,626	814,632	924,762	1,048,873	990,381
Child Labor Enforcement Fund	49,319	538	0	400	N/A
Child Support Enforcement Fund	6,093,302	4,564,833	3,969,118	7,390,081	2,891,820
Children's Trust Fund	3,873,938	3,334,529	3,927,446	3,032,308	2,963,009
Clinical Social Workers Fund	670,208	627,000	613,039	523,639	446,850
Coal Mine Land Reclamation Fund	853,287	785,075	2,104,021	2,317,888	3,145,585
Committee of Professional Counselors Fund	534,729	412,638	334,100	243,461	174,988
Commodity Council Merchandising Fund	21,274	483,754	490,697	392,615	416,588
Community Service Commission Fund	73,544	247,624	2,602	24,169	29,655
Compulsive Gamblers Fund	210,740	231,478	163,313	251,815	N/A
Concentrated Animal Feeding Operation Indemnity Fund	58,669	25,086	N/A	N/A	N/A
Confederate Memorial Park Fund	116,868	110,773	105,136	99,680	94,443

Conservation Commission Fund	31,373,471	13,330,523	20,905,807	28,472,019	31,264,136
Correctional Substance Abuse Earning Fund	16,171	N/A	N/A	N/A	N/A
County Aid Road Trust Fund	116	116	115	715	715
Crime Victims' Compensation Fund	7,991,887	7,689,770	7,965,771	8,365,844	7,994,852
Criminal Justice Network and Technology Revolving Fund	124,830	465,281	N/A	N/A	N/A
Criminal Record System Fund	3,352,363	2,553,611	2,097,509	1,448,110	477,914
Crippled Children's Service Fund	309,655	236,808	208,075	128,520	182,390
Deaf Relay Service Fund	6,096,587	5,535,873	4,949,677	5,490,234	2,776,883
Debt Offset Escrow Fund	5,179,718	1,910,225	1,660,351	1,731,965	2,459,864
Dental Board Fund	353,035	391,213	428,688	334,653	405,860
Department of Agriculture - Federal Fund	41,652	42,287	36,822	48,781	44,660
Department of Corrections - Federal Fund	3,040,595	1,976,299	2,766,765	29,055	587,893
Department of Economic Development - Administrative Fund	164,532	23,240	133,766	194,483	144,718
Department of Economic Development - Community Development Block Grant - Administration Fund	26,790	29,202	10,065	54,872	14,009
Department of Economic Development - Community Development Block Grant - Pass-through Fund	25,597	794,099	1,113	9,198	936
Department of Economic Development - Federal and Other Fund	4,685	28,904	12,193	53,002	50,475
Department of Economic Development - Management Information Systems - Federal and Other Fund	129	129	129	335,465	71,752
Department of Economic Development - Missouri Council on the Arts - Federal and Other Fund	58,378	91,691	58,450	73,894	36,128
Department of Economic Development - Women's Council - Federal Fund	21,552	13,764	9,422	15,124	25,647
Department of Health - Donated Fund	463,590	35,978	39,287	68,084	75,744
Department of Health - Federal Fund	5,031,324	2,486,490	3,576,866	9,718,815	4,610,517
Department of Health Document Services Fund	62,824	81,388	117,093	58,083	48,529
Department of Health Institutional Gift Trust Fund	N/A	N/A	0	85,061	90,512
Department of Health Interagency Payments Fund	88,294	N/A	N/A	N/A	N/A
Department of Higher Education - Federal Fund	17,304	501	2,971	127	5,768
Department of Insurance Dedicated Fund	8,057,043	7,608,108	6,879,262	6,659,032	5,459,324
Department of Labor and Industrial Relations - Commission on Human Rights - Federal Fund	836,899	459,014	266,036	99,261	82,689
Department of Labor and Industrial Relations - Crime Victims - Federal Fund	75,966	5	2,363	749,412	102,372
Department of Mental Health - Federal Fund	892,647	993,752	1,024,515	1,349,322	1,942,963
Department of Natural Resources - Federal and Other Fund	7,770,346	6,248,204	6,754,660	6,974,194	6,715,277
Department of Natural Resources Cost Allocation Fund	774,526	376,605	505,621	512,979	162,164
Department of Natural Resources Revolving Services Fund	387,789	1,109,291	286,380	150,307	95,335
Department of Public Safety - Federal Fund	1,408,647	1,671,251	437,999	1,453,689	752,093
Department of Public Safety - Highway Safety Fund	359,448	225,263	103,017	226,467	85,581
Department of Public Safety - JAIBG Fund	4,568,764	N/A	N/A	N/A	N/A
Department of Revenue - Federal Fund	207,039	306,779	92,139	102,031	117,965
Department of Revenue Information Fund	1,199,646	1,383,199	2,071,945	1,598,327	2,376,946
Department of Social Services - Educational Improvement Fund	3,395,873	2,529,585	1,837,069	1,513,491	1,163,892
Department of Social Services - Federal and Other Fund	1,203,836	563,673	432,880	419,675	946,992
Department of Social Services Administrative Trust Fund	126,242	123,985	409,227	142,820	109,116
Department of Transportation - Federal and Other Fund	606,371	385,715	236,924	109,765	206,656
Design and Construction Donated Fund	9	9	70	70	70
Division of Aging - Federal and Other Fund	808,130	1,286,012	1,144,830	5,955,873	3,013,944
Division of Aging Donations Fund	1,599	1,599	1,599	1,599	1,599
Division of Aging Elderly Home Delivered Meals Trust Fund	63,752	91,089	33,760	61,795	68,989
Division of Credit Unions Fund	207,083	201,774	165,921	116,302	50,536
Division of Family Services - Administrative Fund	15,282,682	12,670,786	20,317,294	6,649,538	13,866,014
Division of Family Services Donations Fund	265,905	255,947	104,625	2,917	120
Division of Finance Fund	1,564,533	1,677,342	998,299	892,250	1,145,978
Division of Labor Standards - Federal Fund	25,088	19,115	8,175	12,433	16,697
Division of Savings and Loan Supervision Fund	37,119	66,582	40,617	58,821	95,056
Division of Tourism Supplemental Revenue Fund	2,674,053	2,597,750	2,343,320	2,843,504	2,022,983

Division of Youth Services - Federal and Other Fund	1,236,130	356,167	613,926	772,578	927,092
Doctor Edmund A. Babler Memorial - State Park Fund	938,873	878,430	795,267	733,857	553,507
Domestic Relations Resolution Fund	177,217	N/A	N/A	N/A	N/A
Early Childhood Development, Education and Care Fund	25,340,676	N/A	N/A	N/A	N/A
Elementary and Secondary Education - Federal and Other Fund	4,471,180	2,255,211	4,139,133	3,211,951	2,746,541
Endowed Care Cemetery Audit Fund	231,835	200,767	428,045	413,773	332,616
Energy Set-Aside Program Fund	16,790,980	19,055,453	17,325,892	9,423,886	9,387,967
Escheats Fund	6,141,744	5,344,864	5,682,486	5,364,777	5,838,447
Excellence in Education Fund	1,108,342	1,463,130	1,819,363	1,781,758	2,169,471
Facilities Maintenance Reserve Fund	13,175,243	4,899,661	N/A	N/A	N/A
Fair Share Fund	2,152,301	637,682	2,293,510	2,154,173	2,625,368
Family Support Loan Fund	99,185	136,932	147,593	68,052	5,863
Federal - Missouri Department of Insurance Fund	0	0	0	0	12,700
Federal and Other Fund	4,044	68,165	8,391	10,901	21,915
Federal Drug Seizure Fund	3,841,586	1,090,286	386,019	264,745	633,816
Federal Reimbursement Allowance Fund	37,650,850	34,584,196	40,308,215	45,283,826	29,905,962
Federal Surplus Property Fund	1,797,410	1,487,737	1,192,200	1,399,555	1,517,194
Firing Range Fee Fund	1,434	1,434	1,468	1,468	2,814
Food Stamp EBT Settlement Fund	6,587,306	6,111,728	451,795	N/A	N/A
Fourth State Building - Series A 1995	N/A	N/A	123,747	43,574,913	74,716,059
Fourth State Building - Series A 1996	0	26,307,603	95,452,316	N/A	N/A
Fourth State Building - Series A 1998	22,004,237	50,159,038	N/A	N/A	N/A
Fourth State Building Bond and Interest Series A 1995	6,082,552	6,017,509	6,019,271	5,954,016	5,736,251
Fourth State Building Bond and Interest Series A 1996	10,204,031	10,204,154	10,113,814	N/A	N/A
Fourth State Building Bond and Interest Series A 1998	3,779,338	3,637,109	N/A	N/A	N/A
Gaming Commission Bingo Fund	89,804	56,337	139,176	109,238	47,204
Gaming Commission Fund	7,896,325	38,885,373	55,947,319	24,958,661	9,545,638
Gaming Proceeds for Education Fund	5,727,863	5,608,803	4,733,872	73,442,546	55,171,203
General Revenue Reimbursements Fund	63,862,901	66,031,946	48,436,550	40,802,712	N/A
General Revenue Cultural Subaccount Fund	0	0	0	N/A	N/A
Governor's Committee on Employment of the Handicapped - Federal Fund	241,203	219,173	126,874	72,470	13,137
Grade Crossing Fund	0	153,707	247,547	371,760	603,775
Grade Crossing Safety Account Fund	4,335,291	4,135,609	3,587,201	3,148,121	2,217,571
Grain Inspection Fees Fund	555,038	738,163	769,732	596,818	796,818
Groundwater Protection Fund	171,702	205,133	213,325	258,088	226,096
Handicapped Children's Trust Fund	1,072	1,072	1,072	1,072	1,072
Hazardous Waste Fund	560,442	164,890	143,634	234,834	341,153
Hazardous Waste Remedial Fund	4,252,922	3,755,085	5,196,767	4,940,112	5,350,537
Health Access Incentive Fund	812,029	1,332,552	1,620,413	949,763	586,357
Health Initiatives Fund	13,303,065	19,664,820	22,535,056	25,593,847	20,756,719
Health Spa Regulatory Fund	69,876	66,089	61,100	55,400	49,600
Hearing Instrument Specialist Fund	79,728	63,609	63,457	22,590	N/A
Highway Patrol Academy Fund	248,267	198,531	154,670	207,110	132,389
Highway Patrol Inspection Fund	2,171,007	2,890,935	1,954,321	907,766	2,278,809
Highway Patrol's Motor Vehicle and Aircraft Revolving Fund	3,105,290	3,551,287	3,433,301	2,782,727	2,355,464
Highway Revenue Generating Fund	0	3,622	3,622	476	74,212
Historic Preservation Revolving Fund	270,139	249,812	280,151	332,497	544,599
House of Representatives Revolving Fund	11,542	11,975	37,472	11,469	55,123
Independent Living Center Fund	362,340	348,815	330,153	292,699	168,799
Industrial Development and Reserve Fund	977,179	1,139,768	1,236,069	2,831,069	2,970,241
Industrial/Commercial Energy Conservation Loan Fund	N/A	N/A	N/A	3,259,563	3,108,365
Inmate Incarceration Reimbursement Act Revolving Fund	131,387	128,957	74,445	17,200	N/A
Inmate Revolving Fund	1,630,111	1,822,335	1,664,412	634,292	551,392
Insurance Examiners Fund	438,586	499,251	704,342	507,106	578,130
International Trade Show Revolving Fund	8,416	8,122	38,040	15,220	25,015
Job Development and Training Fund	950,703	315,394	173,792	2,172,703	279,970
Judiciary Education and Training Fund	275,783	N/A	N/A	N/A	N/A
Landscape Architectural Council Fund	31,814	40,536	42,812	40,849	56,684

Legal Defense and Defender Fund	480,531	264,292	79,569	438,952	116,309
Licensed Perfusionists Fund	9,000	N/A	N/A	N/A	N/A
Light Rail Safety Fund	2,050	2,280	N/A	N/A	N/A
Livestock Brands Fund	22,273	8,713	7,657	23,062	21,849
Livestock Dealer Law Enforcement and Administration Fund	5,487	7,509	4,002	2,585	2,356
Livestock Sales and Markets Fees Fund	2,623	7,404	3,515	5,641	11,001
Local Government Energy Conservation Loan Fund	N/A	N/A	N/A	3,450,904	3,051,925
Local Records Preservation Fund	1,660,386	1,401,340	1,476,824	1,705,616	1,931,737
Lottery Proceeds Fund	71,234,118	63,830,483	45,376,115	84,826,112	105,778,605
Mammography Fund	217,558	179,496	143,851	112,984	91,778
Manufactured Housing Fund	712,818	694,029	790,420	621,983	499,604
Marital and Family Therapists Fund	40,229	N/A	N/A	N/A	N/A
Marketing Development Fund	260,687	242,380	193,794	153,553	122,799
MCSAP/Division of Transportation - Federal Fund	144,751	176,190	158,192	199,343	109,555
Medicaid Fraud Reimbursement Fund	5,000	N/A	N/A	N/A	N/A
Medical School Loan and Loan Repayment Program Fund	151,855	146,446	93,735	82,508	85,328
Mental Health Central Supply Fund	1,000	1,000	624,346	424,886	428,215
Mental Health Earnings Fund	824,960	663,821	922,331	1,071,063	32,205,083
Mental Health Housing Trust Fund	4,205	4,195	4,019	N/A	N/A
Mental Health Interagency Payments Fund	161,939	799,056	426,136	3,838	154,247
Mental Health Trust Fund	5,329,505	3,538,840	3,975,670	4,196,537	4,124,662
Meramec-Onondaga State Parks Fund	958,851	922,947	892,816	862,498	831,302
Merchandising Practices Revolving Fund	2,436,924	2,286,822	2,050,751	1,741,512	1,128,664
Metallic Minerals Waste Management Fund	218,093	206,286	214,991	198,160	170,368
Microfilming Service Revolving Trust Fund	35,848	35,837	32,488	32,476	31,915
Mined Land Reclamation Fund	3,751,491	3,561,740	1,975,801	1,288,426	1,550,731
Missouri Air Pollution Control Fund	1,262,211	1,041,691	982,130	791,774	840,354
Missouri Arts Council Trust Fund	10,988,326	13,484,355	8,513,606	3,960,651	N/A
Missouri Board Of Occupational Therapy Fund	356,398	121,777	N/A	N/A	N/A
Missouri Breeders Fund	74,238	71,791	72,027	68,295	65,677
Missouri Capital Access Program Fund	242,500	242,500	242,500	N/A	N/A
Missouri Children's Service Commission Fund	15,952	15,125	14,425	13,679	12,931
Missouri College Guarantee Fund	3,008,033	N/A	N/A	N/A	N/A
Missouri Commission for the Deaf Board of Certification of Interpreters Fund	54	13,330	12,314	7,222	N/A
Missouri Community College Job Training Program Fund	0	0	651,542	597,886	178,415
Missouri Consolidated Health Care Plan Benefit Fund	0	0	0	0	0
Missouri Crime Prevention Information and Programming Fund	0	0	0	0	N/A
Missouri Disaster Fund	98,706	415,866	151,142	543,878	269,171
Missouri Health Care Providers Fund	0	70	191,692	191,226	124,199
Missouri Horse Racing Fund	0	0	88	88	150
Missouri Housing Trust Fund	4,929,604	4,031,191	3,750,405	3,628,745	2,343,493
Missouri Humanities Council Trust Fund	364,732	205,132	100,687	N/A	N/A
Missouri Job Development Fund	4,760,404	489,093	3,913,201	4,652,690	6,387,840
Missouri Main Street Program Fund	139,544	101,808	97,000	N/A	N/A
Missouri National Guard Training Site Fund	49,852	75,654	66,140	83,796	57,954
Missouri National Guard Trust Fund	2,409,528	N/A	N/A	N/A	N/A
Missouri Office of Prosecution Services Fund	64,125	50,762	31,995	34,382	45,945
Missouri Office of Prosecution Services Revolving Fund	3,608	2,976	N/A	N/A	N/A
Missouri Prospective Teachers Loan Fund	16,267	16,194	16,039	15,679	14,649
Missouri Public Health Services Fund	544,160	886,467	527,319	810,035	578,275
Missouri Real Estate Commission Fund	2,967,376	2,685,005	2,693,099	1,966,173	1,819,784
Missouri Rehabilitation Center Fund	N/A	0	103	997,355	313,613
Missouri State Employees' Deferred Compensation Incentive Plan Administration Fund	100	0	0	0	N/A
Missouri Student Grant Program Gift Fund	2,049	2,049	1,299	1,029	310
Missouri Technology Investment Fund	1,018,573	567,557	1,232,185	3,992	N/A
Missouri Veterans Commission - Federal Fund	1,499,512	9,900	120,075	723,016	14,242

Missouri Veterans Homes Fund	357,249	1,252,111	2,595,299	2,962,377	2,845,789
Missouri Water Development Fund	0	571,272	24,414	562,160	0
Missouri Wine Marketing and Research Development Fund	7,308	N/A	N/A	N/A	N/A
Mortgage Broker Administration Fund	N/A	N/A	N/A	120,079	139,176
Motor Fuel Tax Fund	25,176,162	25,911,286	18,909,417	23,717,963	24,883,871
Motor Vehicle Commission Fund	1,897,763	1,676,461	1,423,650	1,264,518	1,115,825
Motorcycle Safety Trust Fund	3,140	731	4,815	2,385	N/A
Natural Resources Protection Fund	558,636	168,613	414,965	451,428	651,136
Natural Resources Protection Fund - Air Pollution					
Asbestos Fee Subaccount Fund	880,637	924,912	946,612	826,724	642,415
Natural Resources Protection Fund - Air Pollution					
Permit Fee Subaccount Fund	16,941,786	17,997,200	17,029,875	15,753,540	13,765,237
Natural Resources Protection Fund - Water Pollution					
Permit Fee Subaccount Fund	9,249,872	6,135,419	4,451,449	2,783,087	2,667,125
Nursing Facility Federal Reimbursement Allowance Fund	819,886	1,272,409	1,591,338	974,588	625,780
Nursing Facility Quality of Care Fund	2,443,204	2,914,493	2,377,970	748,102	203,012
Office of Administration - Federal and Other Fund	547,616	345,504	790,198	792,689	617,091
Office of the State Public Defender - Federal and Other Fund	20,078	18,487	21,299	27,397	21,490
Oil and Gas Remedial Fund	18,893	18,893	23,414	30,045	3,414
Optometry Fund	120,121	105,812	104,829	95,814	103,735
Organ Donor Program Fund	680,896	606,071	475,618	124,099	N/A
Outstanding Schools Trust Fund	324,123,685	389,313,169	363,106,043	273,601,228	196,067,202
Pansy Johnson-Travis Memorial State Gardens Trust Fund	795,977	751,620	710,291	672,423	636,028
Pansy Johnson-Travis Stocks and Securities Trust Fund	10,130	10,130	10,130	10,130	10,130
Peace Officers Standards and Training Commission Fund	1,189,769	912,291	410,680	536,716	310,043
Petition Audit Revolving Trust Fund	348,623	353,131	484,457	472,794	462,532
Petroleum Inspection Fund	1,366,010	1,651,931	1,655,792	1,425,591	1,070,922
Petroleum Violation Escrow Fund	20,794,899	21,367,253	22,439,696	23,083,120	20,178,878
Post Closure Fund	268,488	260,114	N/A	N/A	N/A
Professional and Practical Nursing Student Loan					
and Nurse Loan Repayment Fund	943,628	614,943	975,714	614,049	506,839
Professional Registration Fees Fund	17,210	31,796	167,573	52,093	76,068
Property Reuse Fund	3,204,516	3,127,992	3,017,322	N/A	N/A
Proprietary School Bond Fund	0	9,393	N/A	N/A	N/A
Public Service Commission Fund	1,426,865	354,408	1,174,361	1,644,563	1,152,171
Railroad Expense Fund	85,901	158,793	57,888	66,339	78,160
Real Estate Appraisers Fund	585,485	618,109	767,043	729,081	744,893
Residential Mortgage Licensing Fund	464,989	479,056	273,850	N/A	N/A
Respiratory Care Practitioners Fund	80,945	245	N/A	N/A	N/A
Safe Drinking Water Fund	3,579,157	3,402,391	3,156,122	3,072,908	2,502,497
School Building Revolving Fund	169,549	N/A	N/A	N/A	N/A
School District Bond Fund	7,101,022	7,132,497	7,423,244	4,328,426	N/A
School District Trust Fund	57,684,007	53,849,179	59,666,555	47,772,154	44,146,784
School for Blind Trust Fund	482,416	65,884	6,822	81,701	182,757
School for Deaf Trust Fund	29	79	79	8,992	2,555
Second Injury Fund	11,111,660	6,711,407	14,804,566	36,102,131	55,126,647
Secretary of State's Investor Education Fund	210,789	112,146	139,708	15,100	N/A
Secretary of State - Federal Fund	7,631	10	49	21,189	6,605
Secretary of State - Technology Trust Fund Account Fund	2,427,488	2,017,405	2,583,796	3,009,720	1,653,024
Secretary of State Institutional Gift Trust Fund	743,481	870,516	987,644	1,048,325	1,065,325
Senate Revolving Fund	35,329	20,332	114,634	18,616	42,851
Services to Victims Fund	3,412,801	2,747,219	1,731,619	1,059,609	1,103,246
Single-Purpose Animal Facilities Loan Program Fund	356,954	326,154	243,744	54,146	N/A
Social Security Contributions Fund	102,381	102,381	102,381	102,381	102,381
Soil and Water Sales Tax Fund	13,735,535	10,523,769	15,043,580	22,897,494	31,180,514
Solid Waste Management Fund	12,577,476	10,851,833	13,436,425	15,112,478	14,901,154
Solid Waste Management Fund - Scrap Tire Subaccount Fund	5,118,266	5,155,939	4,518,296	4,099,458	3,804,077
Special Employment Security Fund	3,654,527	3,731,339	3,786,005	4,169,157	3,614,534
State Agency for Surplus Property Fund	413,695	321,233	195,480	132,795	397,624

State Auditor - Federal Fund	818,041	865,477	921,203	1,078,176	1,066,583
State Board of Accountancy Fund	1,322,212	1,339,404	1,562,364	1,384,584	1,203,315
State Board of Architects, Engineers and Land Surveyors Fund	425,889	383,545	924,704	787,419	1,063,173
State Board of Chiropractic Examiners' Fund	157,214	181,318	214,353	246,054	227,353
State Board of Cosmetology Fund	1,023,690	2,218,640	1,405,102	2,129,670	1,389,170
State Board of Nursing Fund	1,572,253	1,296,919	2,337,798	1,029,020	1,215,572
State Board of Podiatry Fund	70,632	65,671	64,801	50,521	47,381
State Committee of Psychologists Fund	838,344	695,212	623,527	513,730	418,570
State Court Administration Revolving Fund	440	81	N/A	N/A	N/A
State Document Preservation Fund	40,823	10,838	20,053	N/A	N/A
State Elections Subsidy Fund	90,674	83,051	61,361	50,875	43,260
State Emergency Management - Federal and Other Fund	1,461,442	1,786,598	1,358,601	802,082	865,907
State Employee Voluntary Life Insurance Fund	82,548	89,781	N/A	N/A	N/A
State Environmental Improvement and Energy Resources Authority Fund	0	0	93	1,503	1,513
State Facility Maintenance and Operation Fund	2,616,610	2,149,404	2,250,265	N/A	N/A
State Fair Fees Fund	160,905	69,300	83,206	46,348	206,082
State Fair Trust Fund	496	333	830	1,278	1,140
State Forensic Laboratory Fund	95,610	162,686	136,759	59,184	120,750
State Guaranty Student Loan Fund	43,190,839	52,030,992	46,965,298	45,796,896	43,516,650
State Highways and Transportation Department Fund	12,666,059	6,054,885	7,357,079	6,118,206	3,399,657
State Institutions Gift Trust Fund	4,245	5,426	4,729	N/A	N/A
State Land Survey Program Fund	1,511,287	1,294,985	1,209,611	1,108,318	1,153,895
State Legal Expense Fund	14,868	101,299	85,429	359,402	429,119
State Lottery Fund	19,490,220	17,443,077	13,774,482	18,467,915	19,165,345
State Milk Inspection Fee Fund	273,116	201,488	209,865	237,257	272,667
State Park Sales Tax Fund	17,125,158	18,412,335	18,962,227	19,086,435	18,448,568
State Parks Earnings Fund	5,466,634	11,173,450	13,237,388	12,669,849	11,306,381
State Parks Revolving Fund	75,592	30,326	132,730	15,083	7,996
State Public School Fund	68,285	513,785	57,987	504,906	2,128
State Retirement Contributions Fund	156	0	0	0	106,868
State Road Fund	89,240,117	99,589,802	72,188,172	88,587,713	135,082,853
State School Moneys Fund	50,748,256	30,586,747	80,883,191	18,198,789	20,138,222
State Schools Textbook Fund	N/A	N/A	N/A	3,870	8,122
State Seminary Fund	787	787	213	0	5,970
State Seminary Moneys Fund	36,096	0	0	0	0
State Transportation Assistance Revolving Fund	1,566,262	75,218	N/A	N/A	N/A
State Transportation Fund	2,842,694	760,407	1,880,385	434,686	934,636
Statewide Court Automation Fund	1,745,479	2,255,074	2,819,870	3,636,132	2,275,726
Statutory Revision Fund	205,428	259,623	472,753	455,349	849,284
Student Grant Fund	332,316	233,781	N/A	N/A	N/A
Supreme Court - Federal and Other Fund	2,256,307	1,957,441	2,365,122	2,071,355	1,207,230
Supreme Court Publications Revolving Fund	123,808	55,495	164,475	107,458	77,956
Temporary Assistance for Needy Families - Federal Fund	1,683,056	9,207,324	N/A	N/A	N/A
Third State Building Bond Interest and Sinking - Pre Tax Act 1986	N/A	0	8,346,665	19,057,093	19,034,787
Third State Building Bond Interest and Sinking - Series A 1992	29,421,485	28,938,855	26,202,771	16,227,273	16,230,411
Third State Building Bond Interest and Sinking - Series A 1993	17,349,164	17,180,207	9,247,568	9,171,988	9,196,722
Third State Building Bond Interest and Sinking - Series A&B 1991	8,969,707	9,068,155	8,952,861	8,960,669	8,939,204
Third State Building Fund - Pre Tax Act 1986	987,552	926,596	1,527,368	2,827,434	4,525,613
Third State Building Trust Fund - Pre Tax Act 1986	1,575	335,363	1,004,688	1,546,361	1,765,619
Title XIX - Federal Fund	2,566,423	7,136,851	17,044,258	5,133,396	11,631,653
Title XIX - Patient Placement Fund	5,016,569	3,319,385	3,864,811	1,454,105	3,063,798
Tort Victims' Compensation Fund	7,428,138	4,873,135	56,830	40,141	30,576
Tourism Marketing Fund	1,966	966	503	1,543	1,318
Treasurer's Information Fund	4,809	2,681	746	15,065	457

U.S. Department of Higher Education / Coordinating Board for Higher Education Interest Account Fund	1,031,332	N/A	N/A	N/A	N/A
U.S. Department of Higher Education / Coordinating Board for Higher Education Recall Account Fund	12,968,668	N/A	N/A	N/A	N/A
Uncompensated Care Fund	18,823,094	14,739,134	12,621,465	15,439,026	6,179,212
Underground Storage Tank Insurance Fund	55,840,164	55,019,305	45,568,063	32,947,845	30,747,232
Underground Storage Tank Regulation Program Fund	595,891	455,758	37,428	178,221	354,060
Unemployment Compensation Administration Fund	1,140,482	1,126,469	1,026,091	1,298,863	884,746
Utilecare Stabilization Fund	31,998	N/A	N/A	N/A	N/A
Veterans' Homes Capital Improvement Fund	N/A	N/A	0	2,581,749	2,445,658
Veterans' Homes Capital Improvement Trust Fund	79,684,925	58,083,977	4,939,437	5,414,434	0
Veterans' Trust Fund	412,256	380,257	348,061	324,970	297,794
Veterinary Medical Board Fund	665,422	583,004	564,802	468,773	375,453
Video Instructional Development and Education Opportunity Fund	769,992	1,984,912	2,225,407	1,865,336	3,500,172
Vocational Rehabilitation Fund - Federal	2,539,197	683,865	81,094	1,792,044	1,090,698
Water and Waste Water Loan Fund	898,398	1,178,862	541,002	455,804	355,093
Water and Waste Water Loan Revolving Fund	160,115,759	144,832,782	132,167,436	89,565,959	84,251,584
Water Pollution Control - Series A 1993 - 37C	N/A	N/A	0	1,546,353	4,956,449
Water Pollution Control - Series A 1993 - 37E	N/A	N/A	N/A	N/A	1,109,595
Water Pollution Control - Series A 1995 - 37C	N/A	N/A	0	5,279,419	5,036,547
Water Pollution Control - Series A 1995 - 37E	N/A	N/A	0	9,334,815	25,315,114
Water Pollution Control - Series A 1996 - 37C	3,869,128	7,485,335	10,246,584	N/A	N/A
Water Pollution Control - Series A 1996 - 37E	66,554	9,555,983	18,843,900	N/A	N/A
Water Pollution Control - Series A 1998 - 37C	7,827,707	7,529,154	N/A	N/A	N/A
Water Pollution Control - Series A 1998 - 37E	28,802,973	27,582,241	N/A	N/A	N/A
Water Pollution Control Bond and Interest - Pre Tax Act 1986	0	664,322	3,208,841	8,999,496	9,047,857
Water Pollution Control Bond and Interest - Series A 1989	1,133,070	1,122,958	1,135,853	1,136,875	1,149,186
Water Pollution Control Bond and Interest - Series A 1991	1,215,692	1,103,703	1,122,456	1,128,281	1,147,318
Water Pollution Control Bond and Interest - Series A 1992	2,738,955	2,719,053	2,747,870	2,743,716	2,771,140
Water Pollution Control Bond and Interest - Series A 1993	2,213,339	2,198,539	2,225,274	2,225,889	2,253,654
Water Pollution Control Bond and Interest - Series A 1995	2,433,225	2,406,415	2,408,933	2,381,787	2,323,451
Water Pollution Control Bond and Interest - Series A 1996	2,859,353	2,855,101	2,832,868	N/A	N/A
Water Pollution Control Bond and Interest - Series A 1998	2,647,523	2,545,962	N/A	N/A	N/A
Water Pollution Control Bond and Interest - Series B 1992	5,270,746	5,200,576	5,191,531	3,132,043	3,109,733
Water Pollution Control Bond and Interest - Series B 1993	8,946,427	8,871,613	6,571,647	6,516,815	6,537,722
Water Pollution Control Bond and Interest - Series B&C 1991	4,300,886	4,276,394	4,270,724	4,329,326	4,271,504
Wolfner Library Trust Fund	570,875	530,671	540,945	532,886	523,467
Workers' Compensation Fund	22,757,405	12,036,207	11,976,492	12,416,417	23,108,162
Working Capital Revolving Fund	9,463,500	13,972,594	9,548,151	7,908,042	4,487,925
Youth Services and Conservation Corps Fund	0	0	121,054	52,077	27,398
Total All Funds (Schedule 4)	<u>\$ 3,472,343,788</u>	<u>3,728,569,598</u>	<u>3,571,689,002</u>	<u>3,086,989,955</u>	<u>2,605,066,857</u>

N/A These funds were closed or had not been created for the years indicated.

The accompanying Notes to the Supplementary Data are an integral part of this statement.

Schedule 6

OFFICE OF STATE TREASURER
COMPARATIVE STATEMENT OF TRUST ACCOUNTS

		June 30,									
		1999		1998		1997		1996		1995	
		Amount		Amount		Amount		Amount		Amount	
		Balance	Invested	Balance	Invested	Balance	Invested	Balance	Invested	Balance	Invested
Capitol East Parking Facility											
Bond Reserve Fund	\$	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	40,704	40,704
Depreciation and Replacement Fund		N/A	N/A	N/A	N/A	264,045	264,045	264,544	264,544	263,745	263,744
Enterprise Fund		N/A	N/A	N/A	N/A	N/A	N/A	16,986	16,986	12,088	12,088
Operating Reserve Fund		6,762	6,762	195,832	195,830	211,389	211,389	211,621	211,621	211,072	211,072
Corrections and Mental Health											
Construction Fund		129,579	129,578	123,111	123,109	116,659	116,659	159,001	159,001	179,874	179,874
Enterprise Fund		N/A	N/A	N/A	N/A	N/A	N/A	764,052	764,051	94,462	94,462
Kansas City State Office Building											
Enterprise Fund		N/A	N/A	N/A	N/A	N/A	N/A	385,772	385,772	314,489	314,489
Midtown State Office Building											
Enterprise Fund		N/A	N/A	N/A	N/A	N/A	N/A	125,498	125,498	138,805	138,805
Old Age, Survivors, Disability, and											
Health Insurance Trust Fund		3,910	0	3,982	0	3,764	0	3,707	0	2,917	0
Special Obligation Refunding Bond -											
Principal and Interest Fund		364,288	364,285	383,663	383,659	364,649	364,648	427,938	427,938	375,397	375,396
Depreciation and Replacement Fund		7,016,978	7,016,918	7,406,769	7,406,705	7,393,260	7,393,249	7,405,538	7,405,533	7,387,529	7,387,519
Bond Reserve Fund		105,280	105,279	105,988	105,987	108,576	108,576	105,793	105,793	105,536	105,536
Enterprise Fund		N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	3,462	3,462
Springfield State Office Building											
Enterprise Fund		N/A	N/A	344	344	7,902	7,901	107,830	107,829	205,591	205,591
State Building Special Obligation Bond 1988											
Arbitrage Rebate Escrow Fund		120,172	120,171	114,173	114,172	107,931	107,931	102,151	102,151	95,968	95,968
Arbitrage Owed to IRS Escrow		7,613	7,613	7,232	7,233	6,838	6,838	6,476	6,476	6,123	6,123
State Information Center											
Construction Fund		43,195	43,194	83,261	83,261	215,564	215,564	222,985	222,985	232,069	232,068
Enterprise Fund		N/A	N/A	N/A	N/A	N/A	N/A	319,082	319,082	265,578	265,577
St. Joseph State Office Building											
Enterprise Fund		N/A	N/A	N/A	N/A	N/A	N/A	202,317	202,317	177,332	177,332
State Park Board Revenue Bond Fund											
Enterprise Fund		N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	793,569	793,568
Truman State Office Building											
Enterprise Fund		N/A	N/A	N/A	N/A	N/A	N/A	809,326	809,326	455,407	455,406

Wainwright State Office Building

Enterprise Fund		<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>96,997</u>	<u>96,997</u>	<u>142,917</u>	<u>142,916</u>
Total Trust Accounts (Schedule 4)	\$	<u><u>7,797,777</u></u>	<u><u>7,793,800</u></u>	<u><u>8,424,355</u></u>	<u><u>8,420,300</u></u>	<u><u>8,800,577</u></u>	<u><u>8,796,800</u></u>	<u><u>11,737,614</u></u>	<u><u>11,733,900</u></u>	<u><u>11,504,634</u></u>	<u><u>11,501,700</u></u>

N/A These accounts were closed for the indicated fiscal years.

The accompanying Notes to the Supplementary Data are an integral part of this statement.

Schedule 7

OFFICE OF STATE TREASURER
COMPARATIVE STATEMENT OF INTEREST RECEIVED ON INVESTMENTS
AND DISTRIBUTION BY FUND

	Year Ended June 30,				
	1999	1998	1997	1996	1995
INTEREST RECEIPTS					
General and special funds	\$ 182,225,423	183,708,819	161,789,785	134,781,598	93,755,598
Debt retirement funds	6,368,513	5,434,788	5,428,457	4,620,803	4,372,437
Total Appropriated Funds	188,593,936	189,143,607	167,218,242	139,402,401	98,128,035
Trust funds	753,383	839,914	833,897	1,497,860	1,352,731
Total Interest Receipts (Note 9)	\$ 189,347,319	189,983,521	168,052,139	140,900,261	99,480,766
INTEREST DISTRIBUTION (Note 9)					
General and special funds:					
General Revenue Fund	\$ 84,086,064	94,091,911	81,130,143	64,887,135	39,726,542
Budget Stabilization Fund	7,354,863	6,823,161	5,022,803	1,467,772	1,858,128
Cash Operating Reserve Fund	15,066,578	13,953,430	12,716,720	12,166,856	10,624,657
Abandoned Mine Reclamation Fund	32,134	26,361	20,743	16,756	11,431
Agricultural Development Fund	1,369	N/A	N/A	N/A	N/A
Agricultural Product Utilization Grant Fund	9,079	N/A	N/A	N/A	N/A
Alternative Care Trust Fund	102,488	112,992	114,643	133,079	109,633
Animal Health Laboratory Fee Fund	10,045	8,071	5,024	3,052	6,284
Aviation Trust Fund	39,855	23,194	31,582	33,081	23,596
Bingo Proceeds for Education Fund	484,669	376,030	301,401	283,433	257,838
Champ W. Smith & Mary C. Smith Memorial Endowment Trust Fund	21,268	21,062	20,330	20,537	19,267
Chemical Emergency Preparedness Fund	34,853	37,867	44,551	44,926	35,480
Children's Trust Fund	191,699	190,859	163,947	157,864	127,296
Coal Mine Land Reclamation Fund	46,167	85,440	125,046	161,400	154,931
Concentrated Animal Feeding Operation Indemnity Fund	1,431	208	N/A	N/A	N/A
Confederate Memorial Park Fund	6,347	5,940	5,455	5,237	4,467
Conservation Commission Fund	998,586	860,371	1,480,048	1,628,195	1,484,082
Correctional Substance Abuse Earnings Fund	60	N/A	N/A	N/A	N/A
Crime Victims' Compensation Fund	431,106	440,785	479,970	437,092	333,110
Deaf Relay Service Fund	341,344	302,946	236,182	190,175	127,981
Debt Offset Escrow Fund	84,693	48,992	47,867	62,499	41,296
Department of Insurance Dedicated Fund	482,642	445,085	399,110	354,531	291,657
Department of Public Safety - JAIBG Fund	45,964	N/A	N/A	N/A	N/A
Division of Credit Unions Fund	22,649	19,621	15,532	13,846	10,735
Division of Finance Fund	165,199	155,071	127,405	136,157	110,193
Division of Savings and Loan Supervision Fund	3,023	3,263	3,129	5,551	10,378
Doctor Edmund A. Babler Memorial State Park Fund	53,686	48,822	42,687	36,509	29,305
Early Childhood Development, Education, and Care Fund	62,048	N/A	N/A	N/A	N/A
Endowed Care Cemetery Audit Fund	15,114	24,190	22,695	20,161	13,071
Energy Set-Aside Program Fund	1,097,527	1,004,715	613,123	532,682	527,969
Escheats Fund	318,966	306,688	296,100	305,186	284,205
Excellence in Education Fund	86,306	99,990	100,955	124,138	124,966
Facilities Maintenance Reserve Fund	240,483	95,631	N/A	N/A	N/A
Federal Drug Seizure Fund	91,955	39,778	21,240	19,315	N/A
Federal Reimbursement Allowance Fund	1,878,471	2,033,464	2,990,570	2,230,819	1,100,070
Federal Surplus Property Fund	88,924	77,499	71,862	82,744	75,915
Fourth State Building - Series A 1995	N/A	N/A	1,391,386	3,211,685	655,002
Fourth State Building - Series A 1996	809,357	4,050,880	4,803,635	N/A	N/A
Fourth State Building - Series A 1998	2,026,578	237	N/A	N/A	N/A
Gaming Commission Bingo Fund	5,657	9,319	6,440	4,954	3,167
Gaming Commission Fund	2,514,757	2,498,117	1,717,827	895,114	258,706
Gaming Proceeds for Education Fund	536,099	469,961	1,776,184	3,875,971	862,973
Grain Inspection Fees Fund	38,245	43,886	36,551	40,352	53,013
Hazardous Waste Fund	17,686	9,069	9,027	12,526	19,977
Hazardous Waste Remedial Fund	222,696	270,730	268,879	275,041	270,845
Historic Preservation Revolving Fund	14,957	15,962	16,592	13,923	N/A
Industrial/Commercial Energy Conservation Loan Fund	N/A	N/A	136,145	172,477	159,917
Legal Defense and Defender Fund	22,018	7,790	13,694	13,526	7,507
Livestock Dealer Law Enforcement and Administration Fund	338	343	246	130	204
Local Government Energy Conservation Loan Fund	N/A	N/A	143,099	176,704	173,516
Mental Health Earnings Fund	47,645	60,126	236,692	1,174,109	687,061
Mental Health Housing Trust Fund	195	176	19	N/A	N/A
Mental Health Trust Fund	235,691	207,383	217,976	211,252	178,305

Meramec-Onondaga State Parks Fund	52,744	50,259	46,948	45,997	41,835
Metallic Minerals Waste Management Fund	11,653	11,608	10,642	9,579	7,209
Mined Land Reclamation Fund	204,581	157,130	68,159	78,990	90,584
Missouri Air Pollution Control Fund	61,734	53,451	44,671	34,653	42,585
Missouri Arts Council Trust Fund	868,759	646,287	360,162	40,758	N/A
Missouri Breeders Fund	4,119	3,976	3,732	3,619	3,321
Missouri Children's Service Commission Fund	861	858	746	722	577
Missouri College Guarantee Fund	8,033	N/A	N/A	N/A	N/A
Missouri Horse Racing Fund	N/A	N/A	0	88	104
Missouri Housing Trust Fund	149,636	158,958	131,669	135,476	32,966
Missouri Humanities Council Trust Fund	18,909	10,445	6,687	N/A	N/A
Missouri National Guard Trust Fund	11,183	N/A	N/A	N/A	N/A
Missouri Veterans Homes Fund	113,160	170,644	192,155	188,418	135,173
Motor Fuel Tax Fund	2,155,315	3,536,397	0	N/A	N/A
Natural Resources Protection Fund	11,326	21,753	30,124	35,621	27,800
Natural Resources Protection Fund - Air Pollution					
Asbestos Fee Subaccount Fund	49,590	53,928	46,205	38,920	27,972
Natural Resources Protection Fund - Air Pollution					
Permit Fee Subaccount Fund	934,057	896,414	800,008	728,310	546,156
Natural Resources Protection Fund - Water					
Pollution Permit Fee Subaccount Fund	407,488	278,843	198,261	155,430	132,151
Nursing Facility Quality of Care Fund	167,637	135,845	83,198	33,464	2,872
Outstanding Schools Trust Fund	19,830,070	18,753,652	14,204,300	10,068,818	5,080,844
Pansy Johnson-Travis Memorial State Gardens					
Trust Fund	43,161	40,209	36,818	35,405	31,656
Peace Officers Standards and Training					
Commission Fund	38,838	25,035	22,570	20,097	6,596
Petroleum Inspection Fund	95,179	97,190	83,740	68,667	39,874
Petroleum Violation Escrow Fund	1,199,858	1,255,124	1,227,621	1,160,240	1,114,858
Post-Closure Fund	14,645	45,676	N/A	N/A	N/A
Property Reuse Fund	188,312	181,324	107,322	N/A	N/A
Prosecuting and Circuit Attorneys' Retirement Fund	N/A	N/A	N/A	N/A	4,139
Residential Mortgage Licensing Fund	23,427	16,669	1,538	N/A	N/A
Safe Drinking Water Fund	215,352	191,367	174,745	155,709	111,564
School Building Revolving Fund	874	N/A	N/A	N/A	N/A
School District Trust Fund	2,584,864	2,484,889	2,236,969	2,187,374	1,976,800
Second Injury Fund	359,716	651,105	1,653,827	2,694,486	3,390,390
Secretary of State Institutional Gift Trust Fund	46,963	53,653	55,081	58,510	58,105
Secretary of State's - Technology Trust Account Fund	125,392	113,276	118,030	117,846	21,789
Single-Purpose Animal Facilities Loan Program Fund	18,364	14,154	5,271	183	N/A
Soil and Water Sales Tax Fund	694,499	717,272	1,184,943	1,604,840	1,802,626
State Document Preservation Fund	1,371	1,089	38	N/A	N/A
State Guaranty Student Loan Fund	2,010,473	2,646,123	2,436,421	2,440,750	2,232,944
State Highways and Transportation Department Fund	1,349,440	862,693	543,604	N/A	N/A
State Lottery Fund	1,314,027	845,562	963,241	1,040,481	887,285
State Parks Sales Tax Fund	1,006,782	1,046,845	1,076,417	1,044,960	845,548
State Road Fund	5,730,039	4,628,340	5,076,291	5,979,859	5,367,610
State Transportation Assistance Revolving Fund	23,333	212	N/A	N/A	N/A
Third State Building Fund - Pre Tax Act 1986	70,179	120,177	199,935	301,821	395,324

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U.S. Department of Higher Education/ Coordinating Board					
for Higher Education Interest Account Fund	950,650	N/A	N/A	N/A	N/A
Underground Storage Tank Insurance Fund	3,178,749	2,706,826	1,997,607	1,714,704	1,541,318
Utilicare Stabilization Fund	5,731	N/A	N/A	N/A	N/A
Veterans' Homes Capital Improvement Fund	N/A	N/A	47,801	136,090	117,004
Veterans' Homes Capital Improvement Trust Fund	3,233,103	1,391,613	275,570	68,831	0
Veterans' Trust Fund	21,303	19,191	17,038	15,993	13,711
Water and Waste Water Loan Fund	82,566	56,048	62,319	46,293	37,301
Water and Waste Water Loan Revolving Fund	8,954,944	7,187,534	6,161,659	4,136,840	4,259,194
Water Pollution Control - Series A 1993 - 37C	N/A	N/A	34,581	162,446	373,031
Water Pollution Control - Series A 1993 - 37E	N/A	N/A	N/A	15,445	362,961
Water Pollution Control - Series A 1995 - 37C	N/A	N/A	112,250	242,872	43,756
Water Pollution Control - Series A 1995 - 37E	N/A	N/A	313,244	1,004,170	218,860
Water Pollution Control - Series A 1996 - 37C	385,688	484,911	502,103	N/A	N/A
Water Pollution Control - Series A 1996 - 37E	476,226	880,504	844,571	N/A	N/A
Water Pollution Control - Series A 1998 - 37C	331,862	36	N/A	N/A	N/A
Water Pollution Control - Series A 1998 - 37E	1,220,809	130	N/A	N/A	N/A
Wolfner Library Trust Fund	30,533	18,088	N/A	N/A	N/A
Workers' Compensation Fund	647,742	578,090	563,698	1,089,331	1,474,529
Total General and Special Funds	182,225,423	183,708,819	161,789,785	134,781,598	93,755,598

Debt retirement funds:

Fourth State Building Bond and Interest -					
Series A 1995	357,726	311,714	322,451	273,396	45,231

Fourth State Building Bond and Interest - Series A 1996	603,493	526,591	372,751	N/A	N/A
Fourth State Building Bond and Interest - Series A 1998	159,749	9	N/A	N/A	N/A
Third State Building Bond Interest and Sinking - Post Tax Act 1986	N/A	N/A	N/A	N/A	33,485
Third State Building Bond Interest and Sinking - Pre Tax Act 1986	N/A	8,298	646,518	1,033,963	971,377
Third State Building Bond Interest and Sinking - Series A&B 1991	515,075	674,779	483,718	489,089	414,162
Third State Building Bond Interest and Sinking - Series A 1992	1,738,890	1,456,912	1,254,351	762,647	824,491
Third State Building Bond Interest and Sinking - Series A 1993	1,026,372	756,003	496,347	432,507	468,106
Water Pollution Control Bond and Interest - Pre Tax Act 1986	32,919	125,400	395,046	484,563	487,568
Water Pollution Control Bond and Interest - Series A 1989	67,823	59,432	62,204	54,675	59,018
Water Pollution Control Bond and Interest - Series A 1991	67,228	58,239	61,186	54,011	59,038
Water Pollution Control Bond and Interest - Series A 1992	161,759	141,689	148,120	129,903	141,453
Water Pollution Control Bond and Interest - Series A 1993	130,887	114,512	120,046	105,473	115,424
Water Pollution Control Bond and Interest - Series A 1995	143,096	124,739	128,950	111,403	49,068
Water Pollution Control Bond and Interest - Series A 1996	169,018	147,390	104,408	N/A	N/A
Water Pollution Control Bond and Interest - Series A 1998	111,824	6	N/A	N/A	N/A
Water Pollution Control Bond and Interest - Series B 1987	N/A	N/A	N/A	N/A	15,586
Water Pollution Control Bond and Interest - Series B 1992	311,930	270,072	247,412	147,111	157,927
Water Pollution Control Bond and Interest - Series B 1993	528,406	420,455	352,439	307,088	332,589
Water Pollution Control Bond and Interest - Series B&C 1991	242,318	238,548	232,510	234,974	197,914
Total Debt Retirement Funds	6,368,513	5,434,788	5,428,457	4,620,803	4,372,437
Total Appropriated Funds	188,593,936	189,143,607	167,218,242	139,402,401	98,128,035
Trust funds:					
Capitol East Parking Facility Bond Reserve Fund	N/A	N/A	N/A	739	5,962
Capitol East Parking Facility Depreciation and Replacement Fund	N/A	9,192	14,045	14,545	13,745
Capitol East Parking Facility Enterprise Fund	N/A	N/A	N/A	1,499	2,448
Capitol East Parking Facility Principal and Interest Fund	N/A	N/A	N/A	N/A	34,742
Capitol East Parking Facility Operating Reserve Fund	5,517	11,640	11,389	11,621	11,072
Corrections and Mental Health Construction Fund	6,469	6,739	6,703	9,715	9,872
Corrections and Mental Health Enterprise Fund	N/A	N/A	5,252	148,198	84,063
Kansas City State Office Building Enterprise Fund	N/A	N/A	2,578	60,083	56,655
Midtown State Office Building Enterprise Fund	N/A	N/A	537	35,293	31,188
Special Obligation Refunding Bond - Bond Reserve Fund	5,280	5,988	8,576	5,793	5,536
Special Obligation Refunding Bond - Depreciation and Replacement Fund	362,829	406,769	393,260	405,538	387,529
Special Obligation Refunding Bond - Enterprise Fund	N/A	N/A	N/A	17	3,462
Special Obligation Refunding Bond - Principal and Interest Fund	364,287	383,663	364,649	422,938	375,397
Springfield State Office Building Enterprise Fund	N/A	N/A	497	37,077	31,322
State Building Special Obligation Bond 1988 Arbitrage Rebate Escrow Fund	5,999	6,242	5,781	6,183	5,021
Arbitrage Owed to IRS Escrow Fund	380	395	362	353	2,033
State Information Center Construction Fund	2,622	9,286	12,296	12,621	12,311
State Information Center Enterprise Fund	N/A	N/A	1,658	48,020	39,805
State Park Board Revenue Bond Fund	N/A	N/A	N/A	52,646	48,939
St. Joseph State Office Building Enterprise Fund	N/A	N/A	1,292	24,384	18,843
Truman State Office Building Construction Fund	N/A	N/A	N/A	N/A	71
Truman State Office Building Enterprise Fund	N/A	N/A	4,462	146,472	124,573
Wainwright State Office Building Enterprise Fund	N/A	N/A	560	54,125	48,142

Total Trust Funds	<u>753,383</u>	<u>839,914</u>	<u>833,897</u>	<u>1,497,860</u>	<u>1,352,731</u>
Total Distribution	\$ <u><u>189,347,319</u></u>	<u><u>189,983,521</u></u>	<u><u>168,052,139</u></u>	<u><u>140,900,261</u></u>	<u><u>99,480,766</u></u>

N/A These funds did not receive interest for the years indicated due to the fund not being established at the time, or due to the lack of legislation that would require the interest to remain in the fund.

The accompanying Notes to the Supplementary Data are an integral part of this statement.

Schedule 8

OFFICE OF STATE TREASURER
ANALYSIS OF INVESTMENTS
APPROPRIATED FUNDS

		Year Ended June 30,									
		1999		1998		1997		1996		1995	
		Average Daily Balances	Investment Earnings	Average Daily Balances	Investment Earnings	Average Daily Balances	Investment Earnings	Average Daily Balances	Investment Earnings	Average Daily Balances	Investment Earnings
INVESTMENTS (Note 9)											
Time deposits	\$	449,465,898	21,330,976	435,724,377	20,775,864	432,685,370	20,962,339	421,520,562	19,029,812	338,681,327	10,361,554
U.S. government securities, commercial paper, and repurchase agreements		2,932,164,153	167,262,960	3,105,448,004	168,367,743	2,865,324,055	146,255,903	2,339,245,207	120,372,589	1,710,288,163	87,766,482
Other investments (Note 8)		10,130	1,197	10,130	1,120	10,130	1,050	10,130	990	15,909	-1,116
Total Invested Balance	\$	<u>3,381,640,181</u>	<u>188,595,133</u>	<u>3,541,182,511</u>	<u>189,144,727</u>	<u>3,298,019,555</u>	<u>167,219,292</u>	<u>2,760,775,899</u>	<u>139,403,391</u>	<u>2,048,985,399</u>	<u>98,126,920</u>
Total fund balance excluding collection, concentration, and restricted balance accounts	\$	3,234,401,797		3,416,907,704		3,197,423,958		2,667,586,324		1,952,852,304	
Collection and concentration accounts		7,360,797		6,268,682		6,202,391		5,765,087		6,087,033	
Restricted balance accounts		<u>19,251,318</u>		<u>16,104,141</u>		<u>13,947,824</u>		<u>15,101,093</u>		<u>17,887,984</u>	
Total Fund Balance Including Collection, Concentration, and Restricted Balance Accounts	\$	<u>3,261,013,912</u>		<u>3,439,280,527</u>		<u>3,217,574,173</u>		<u>2,688,452,504</u>		<u>1,976,827,321</u>	
PERCENTAGE OF FUND BALANCE IN INVESTMENTS											
Excluding collection, concentration, and restricted balance accounts		104.55%		103.64%		103.15%		103.49%		104.92%	
Including collection, concentration, and restricted balance accounts		103.70%		102.96%		102.50%		102.69%		103.65%	
INVESTMENT YIELD											
Time deposits			4.75%		4.77%		4.84%		4.51%		3.06%
U.S. government securities, commercial paper, and repurchase agreements			5.70%		5.42%		5.10%		5.15%		5.13%
Other investments			11.82%		11.06%		10.37%		9.77%		-7.01%
Average investment yield (Note 10)			5.58%		5.34%		5.07%		5.05%		4.79%

The accompanying Notes to the Supplementary Data are an integral part of this statement.

Notes to the Financial Statements and Supplementary Data

OFFICE OF STATE TREASURER
NOTES TO THE FINANCIAL STATEMENTS AND SUPPLEMENTARY DATA

Notes to the Financial Statements:

1. Summary of Significant Accounting Policies

A. Reporting Entity and Basis of Presentation

The accompanying special-purpose financial statements present only selected data for each fund of the Office of State Treasurer.

The Central Check Mailing Service Revolving Fund, presented in Exhibits A through C, is a separate accounting entity, recording all assets, liabilities, equities, revenues, and expenses related to the fund's activities.

Expenses presented for the fund or any program may not reflect the total cost of the related activity. Other direct and indirect costs provided by the office and other state agencies are not allocated to the fund or applicable program.

Receipts, disbursements, and changes in cash and investments are presented in Exhibit D for the Abandoned Fund Account Fund and the Treasurer's Information Fund. Appropriations from these funds are expended by or for the office for restricted purposes.

Appropriations, presented in Exhibit E, are not separate accounting entities. They do not record the assets, liabilities, and equities of the related funds but are used only to account for and control the office's expenditures from amounts appropriated by the General Assembly.

Expenditures presented for each appropriation may not reflect the total cost of the related activity. Other direct and indirect costs provided by the office and other state agencies are not allocated to the applicable fund or program.

B. Basis of Accounting

The financial statements for the Central Check Mailing Service Revolving Fund, Exhibits A through C, are prepared in conformity with generally accepted accounting principles. These statements are presented on the accrual basis of accounting which recognizes revenues when earned and expenses when the related liabilities are incurred.

Fixed assets (equipment) of the Central Check Mailing Service Revolving Fund are recorded at cost and depreciated on a straight-line basis with a useful life of ten years and no salvage value.

The Statement of Receipts, Disbursements, and Changes in Cash and Investments, Exhibit D, prepared on the cash basis of accounting, presents amounts when they are received or disbursed.

The Statement of Appropriations and Expenditures, Exhibit E, is presented on the state's legal budgetary basis of accounting which recognizes expenditures on the encumbrance

method. Expenditures include amounts payable or encumbered at June 30 and paid during the lapse period, which ends August 31 for regular appropriations and December 31 for capital improvement appropriations. The authority to expend appropriations ends with the close of the lapse period. However, the General Assembly may authorize reappropriation of the unexpended balances of capital improvement appropriations for the following year. The General Assembly also may authorize biennial capital improvement appropriations, for which the unexpended balances at June 30 of the first year of the two-year period are reappropriated for expenditure during the second year.

The cash basis of accounting and the budgetary basis of accounting differ from generally accepted accounting principles, which require revenues to be recognized when they become available and measurable or when they are earned and expenditures or expenses to be recognized when the related liabilities are incurred.

C. Fiscal Authority and Responsibility

The office administers transactions in the funds listed below. The state treasurer as fund custodian and the Office of Administration provide administrative control over fund resources within the authority prescribed by the General Assembly.

Central Check Mailing Service Revolving Fund: The office receives appropriations from this fund and maintains a proprietary interest in the fund. The State Treasurer is administrator and custodian of the fund and receives funds paid or transferred to the office by state agencies for centralized check mailing services. The initial funding for this fund was provided by a transfer of \$50,000 from the General Revenue Fund - State on October 23, 1978. Appropriations from the fund are used for check mailing service expenses.

Abandoned Fund Account Fund: This fund receives monies from banking or financial institutions, business associations, insurance corporations, utilities, courts and other governmental entities, and proceeds from the sale of abandoned property representing abandoned or unclaimed funds.

This fund is established and governed under Section 447.543.2, RSMo Cumulative Supp. 1999. Under Sections 447.500 through 447.595, RSMo, various financial, business, and governmental entities, unless otherwise exempted, are to remit to the State Treasurer all funds which have been presumed abandoned or unclaimed for the required dormancy period, less any reasonable costs of complying with the law incurred during the required notification or report process. The State Treasurer is to deposit these funds in the Abandoned Fund Account Fund. Claims may be filed at any time and are paid upon proof of an approved claim. At any time when the balance of the fund exceeds one-twelfth of the previous fiscal year's total disbursement from the Abandoned Fund Account Fund, the State Treasurer may, and at least once every fiscal year shall, transfer to the state's General Revenue Fund the balance of the Abandoned Fund Account Fund which exceeds one-twelfth of the previous fiscal year's total disbursement from the Abandoned Fund Account Fund. If any claim or refund reduces the balance of the fund to less than one-twenty-fourth of the previous fiscal year's total disbursement from the Abandoned Fund Account Fund, the State Treasurer shall transfer from the state's General Revenue Fund an amount which is sufficient to restore the balance to one-twelfth of the previous fiscal year's total

disbursement from the Abandoned Fund Account Fund. Appropriations from this fund authorize disbursements for the payment of claims of abandoned funds.

Treasurer's Information Fund: The office receives appropriations from this fund and maintains a proprietary interest in the fund. This fund, established by Section 30.610, RSMo 1994, may receive monies from governmental entities or the general public for the preparation, reproduction, or dissemination of information or publications of the State Treasurer. Appropriations from this fund shall be used to pay for personal service, equipment and other expenses of the office necessary for the preparation, reproduction or dissemination of information or publications of the State Treasurer.

General Revenue Fund-State: The office receives appropriations from this fund and does not maintain a proprietary interest in the fund. Appropriations from the fund are used for the basic operation of the office, including those programs and services that have no other funding source. These appropriations also may be used to initially fund, or to provide matching funds or support for, programs paid wholly or partially from other sources.

Highway Department Fund: The office receives appropriations from this fund and does not maintain a propriety interest in the fund. Appropriations from the fund are used for that portion of the basic operation of the office which relates to the administration of highway department funds.

Worker's Compensation - Second Injury Fund: The office receives appropriations from this fund and does not maintain a proprietary interest in the fund. Appropriations from the fund are used for that portion of basic operations which relate to the administration of Second Injury Fund claims.

D. Employee Fringe Benefits

In addition to the social security system, employees are covered by the Missouri State Employees' Retirement System (MOSERS) (a noncontributory plan) and may participate in the state's health care, optional life insurance, deferred compensation, and cafeteria plans. The optional life insurance and cafeteria plans involve only employee contributions or payroll reductions. Also, the deferred compensation plan involves employee payroll deferrals and a monthly state matching contribution for each participating employee.

The state's required contributions for employee fringe benefits are paid from the same funds as the related payrolls. Those contributions are for MOSERS (retirement, basic life insurance, and long-term disability benefits); social security and medicare taxes; health care premiums; and the deferred compensation plan match.

Transfers related to salaries are not appropriated by agency and thus, are not presented in the financial statement at Exhibit E.

2. Cash and Investments

The balances of the Central Check Mailing Service Revolving Fund, Abandoned Fund Account Fund, and Treasurer's Information Fund are pooled with other state funds and invested by the state treasurer.

3. Reconciliation of Total Disbursements to Appropriated Expenditures

Disbursements on Exhibit D reconcile to appropriated expenditures on Exhibit E as follows:

		Year Ended June 30,			
		1999		1998	
		Abandoned Fund Account	Treasurer's Information Fund	Abandoned Fund Account	Treasurer's Information Fund
DISBURSEMENTS PER EXHIBIT D	\$	5,054,734	1,502	4,400,527	1,175
Employee fringe benefits					
Lapse period expenditures:					
1999		121,823	0	0	0
1998		(330,480)	(952)	330,480	952
1997		0	0	(184,785)	(865)
Accounts payable, June 30:					
1999		56,077	0	0	0
1998		(15,977)	(42)	15,977	42
1997		0	0	(8,416)	0
EXPENDITURES PER EXHIBIT E	\$	4,886,177	508	4,553,783	1,304

Notes to the Supplementary Data:

4. General Fixed Assets

General fixed assets, which are recorded as expenditures when acquired, are capitalized at cost in the General Fixed Assets Account Group and are not depreciated.

5. Basis of Presentation

The amounts presented in Schedules 4 through 8 represent all funds in the state treasury and all trust funds in the custody of the State Treasurer.

State treasury funds are subjected to appropriation; trust funds are not. The schedules do not include any funds or investments that are not in the custody of the State Treasurer.

6. Cash and Investments

Article IV, Section 15 of the Missouri Constitution establishes the State Treasurer as custodian of all state funds and funds received from the U. S. government. This section further authorizes the State Treasurer to place all such monies on time deposit, bearing interest, in Missouri banking institutions selected by the State Treasurer and approved by the Governor and the State Auditor, or in obligations of the U. S. government or any agency or instrumentality thereof maturing or becoming payable not more than five years from the date of purchase. In addition, the State Treasurer may enter into repurchase agreements maturing and becoming payable within ninety days secured by U. S. Treasury obligations or obligations of U. S. government agencies or instrumentalities of any maturity, as provided by law. The treasurer may also invest in banker's

acceptances issued by domestic commercial banks possessing the highest rating issued by a nationally recognized rating agency and in commercial paper issued by domestic corporations which has received the highest rating issued by a nationally recognized rating agency. Investments in banker's acceptances and commercial paper shall mature and become payable not more than one hundred eighty days from the date of purchase, maintain the highest rating throughout the duration of the investment and meet any other requirements provided by law. The State Treasurer shall prepare, maintain and adhere to a written investment policy which shall include an asset allocation plan limiting the total amount of state money which may be invested in each investment category authorized by law.

Deposits

The State Treasurer maintains approximately 1,400 bank accounts throughout the state. These accounts include time deposits, collection accounts which are demand deposit accounts for various state agencies, and the state's primary operating accounts which are also demand deposit accounts. Cash balances in the state's operating accounts which are not needed for immediate use are invested.

The State Treasurer's deposits at June 30, 1999 were entirely covered by federal depository insurance or by collateral securities held by custodial banks in the State Treasurer's name.

To protect the safety of state deposits, Sections 30.270 and 110.020, RSMo 1994, require depositories to pledge collateral securities to secure deposits not insured by the Federal Deposit Insurance Corporation.

Investments

The State Treasurer's investments at June 30, 1999 are listed by type below to give an indication of the level of risk assumed by the state at year-end. All investments are insured or registered, or have collateral held by the State Treasurer or a custodial bank in the state's name.

		Carrying Amount	Fair Value
Repurchase agreements	\$	160,578,600	160,578,600
U.S. government securities		2,299,678,256	2,296,520,743
Commercial paper		734,288,488	734,006,550
Other investments		10,130	46,340
Total Investments	\$	<u>3,194,555,474</u>	<u>3,191,152,233</u>

Investments are recorded at acquisition cost except other investments which are recorded at par. Investments in repurchase agreements are acquired at face value and earn a stated interest rate. Investments in U. S. government securities are acquired at fair value and mature at face value.

7. Demand Deposit and Collection Accounts

The demand deposits with Mercantile Bank on Schedule 4 consist of one central demand account in 1999 and 1998. The demand deposits with Central Bank consist of ten central demand accounts in 1999, seven in 1998, 1997 and 1996, and five in 1995. The Lottery Concentration Account was at Central Bank in 1999, 1998, 1997, 1996, and 1995. The Conservation Concentration Account was at Central Bank in 1999, 1998, 1997, and 1996.

The book balances as presented include deposits and transfers in transit of \$0, \$0, \$0, \$0, and \$5,075,083 at June 30, 1999, 1998, 1997, 1996, and 1995 for Central Bank. Bank balances were \$18,081,868 and \$28,187,539 at June 30, 1999 and 1998 for Mercantile Bank and \$32,573,546, \$22,567,839, \$58,791,756, \$34,932,976, and \$20,414,570 at June 30, 1999, 1998, 1997, 1996, and 1995 for Central Bank.

Banking service agreements on the central demand accounts allow the State Treasurer to invest outstanding checks up until the checks clear the bank, thereby investing an amount in excess of book balances. The negative balances at June 30 (Schedule 4) for the appropriated funds demand deposits represent the book balance net of amounts invested.

8. Other Investments

The amounts presented in the appropriated funds as other investments represent investments in corporate common stocks and U.S. Government securities for the Pansy Johnson-Travis Memorial State Gardens Trust Fund that were transferred to the State Treasurer from the previous trustee of the fund.

9. Investments of Other Agencies

Schedules 7 and 8 do not include those funds which are invested directly by other agencies; e.g., the Agricultural Development Fund and the Department of Revenue non-state (local) funds. The State Treasurer does not have investment authority for these funds and is not responsible for the efficiency of the investment of these funds or for the collection and distribution of the interest income.

10. Amount and Yield on Investment Earnings

The amount and yield on investments earnings on Schedule 8 are presented on a cash basis. However, approximate accrued amounts were \$36,028,000, \$44,990,000, \$39,100,000, \$29,200,000, and \$19,900,000 at June 30, 1999, 1998, 1997, 1996, and 1995, respectively, giving approximate yield rates of 5.31 percent, 5.51 percent, 5.37 percent, 5.39 percent, and 5.19 percent for the same corresponding periods on an accrual basis.

MANAGEMENT ADVISORY REPORT SECTION

Management Advisory Report -
State Auditor's Current Recommendations

OFFICE OF STATE TREASURER
SUMMARY OF FINDINGS

1. Bank Reconciliation Procedures (pages 42-44)

The reconciliation of the Electronic Receipt/Payment Account is not being performed timely.

2. Unclaimed Property Procedures (pages 44-45)

The owner information from holder reports has not been entered into the unclaimed property management system database timely.

OFFICE OF STATE TREASURER
MANAGEMENT ADVISORY REPORT -
STATE AUDITOR'S CURRENT RECOMMENDATIONS

We have audited the special-purpose financial statements of the Office of State Treasurer as of and for the year ended June 30, 1999, and have issued our report thereon dated December 20, 1999.

The following Management Advisory Report presents our finding and recommendation arising from our audit of the office's special-purpose financial statements. During our audit, we also identified a certain management practice which we believe could be improved. Our audit was not designed or intended to be a detailed study of every system, procedure, and transaction. Accordingly, the findings presented in the following report should not be considered as all-inclusive of areas where improvements may be needed.

1.	Bank Reconciliation Procedures
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The State Treasurer's Office (STO) maintains numerous bank accounts to handle state monies. Due to the volume of activity, and the number and complexity of reconciling items, many of the main operating accounts are normally reconciled daily. However, one of these accounts, the Electronic Receipt/Payment Account, was not being reconciled on a timely basis. A similar condition was noted in our prior report.

The Electronic Receipt/Payment Account is used to process many of the state's electronic transactions, such as wire transfer receipts of federal monies, credit card receipts, direct deposits of payroll checks, and electronic vendor payments. In response to our prior report, the STO did increase their efforts in reconciling the account for a period of time. During our audit, we noted that the daily bank reconciliations for this account were current at July 23, 1999; however, the reconciliations were not performed again until December 6, 1999 when we discussed the issue with the STO. The reconciliations were still five and one-half months behind at March 2, 2000.

The June 30, 1999 reconciliation identified approximately \$7,400,000 in reconciling items, one-third of which had been outstanding for more than a month. Many such items require further research to determine what corrections or additional actions are necessary to resolve them. To allow errors and other reconciling items to be identified, researched, and corrected in a timely manner, bank reconciliations should be kept up-to-date.

WE AGAIN RECOMMEND the STO ensure reconciliations of all bank accounts are done on a timely basis.

AUDITEE'S RESPONSE

The STO is committed to ensuring the timely performance of all bank reconciliations. With the exception of the state's Electronic Receipt/Payment Account ("electronic account"), the STO has routinely and successfully reconciled all state accounts on a timely basis.

The STO recognizes that additional measures are necessary to ensure the timely reconciliation of the state's electronic account. Transactions in the electronic account alone increased 10 percent from fiscal year 1998 to fiscal year 1999. In addition, the complexities of the transactions have increased significantly, resulting in a greater number of reconciling items that require research.

In July 1999, Missouri's Office of Administration implemented a new statewide accounting system, SAM II. At the same time, the STO implemented a new Y2K-compliant internal accounting system, Fundware. A significant amount of additional time was required by the STO to learn the new processes involved in SAM II, and to determine procedures to balance the old statewide accounting system to the two new systems, SAM II and Fundware.

In addition, the SAM II conversion was implemented without automated interfaces in place between systems. As a result, many of the processes that were automated between the old statewide accounting system and the old STO accounting system required manual processing during the period of transition to the new system.

During this same time period, all agencies were implementing the transition to SAM II. Many had difficulty obtaining the information necessary from SAM II to accomplish their internal accounting procedures. As a result, the agencies looked to the STO to provide them with the data they could not otherwise obtain. This data was available through Fundware, but required a redirecting of STO resources to obtain and disseminate. All this occurred while the STO was also struggling to balance its own accounts to SAM II.

As a function of reconciliation, the STO depends upon outside agencies to supply timely and accurate data on a daily basis in order to accurately balance the accounts held by the STO. Several of those agencies encountered great difficulties in trying to implement their internal interfaces to SAM II. The STO had to dedicate significant resources to researching transactions that were posting incorrectly to SAM II.

Following the 1998 audit, which also included a recommendation to ensure that the electronic account was reconciled on a timely basis, the STO successfully implemented procedures to bring the reconciliation of the electronic account up-to-date. The account was timely reconciled through July 23, 1999. However, management changes and difficulties resulting from the transition to a new statewide accounting system and a new internal accounting system strained STO resources and resulted in a lapse in timely reconciliation of the electronic account.

Now that the transition to the financial phase of SAM II has been completed, the STO has revisited its previous plan for ensuring the timely reconciliation of the electronic account, and has begun to implement the following measures to ensure compliance with the State Auditor's recommendations. However, the transition to SAM II is not complete, and it is unforeseen what demands the remaining elements of transition will place on STO resources.

The audit recommendations specifically address the issue of timely reconciliation of the electronic account. In addition to the long-term measures outlined above, the STO has implemented many of the following measures, and will complete implementation of all measures listed below within three months to ensure compliance with the audit recommendations.

- 1. The STO recognized that management changes were necessary in order to ensure improved oversight of all accounts. Those changes have been implemented and, as a result, specific attention at the management level is now being given to the electronic account.*
- 2. Reconciliation software has been purchased and will be implemented by the end of June 2000. The software will assist in reconciling all other accounts, thereby freeing up additional resources to research outstanding items and dedicate time to other areas of account reconciliation.*

3. *The duties of the Trust Accounts Coordinator have been reassigned in order to prioritize reconciliation of the electronic account. This is a permanent change in this position's responsibilities designed to bring the electronic account up-to-date, and keep it reconciled in the future.*
4. *The STO is seeking to implement additional electronic interfaces from the Office of Administration SAM II system, which will allow resources currently dedicated to interfacing with the SAM II system to be redirected and used, as necessary, for account reconciliation.*
5. *Interns will be utilized to assist with researching outstanding items, and to provide assistance in other areas to STO staff, thereby freeing up additional resources that can be dedicated to account reconciliation.*

It is anticipated that reconciliation of the electronic account will be current by May 1, 2000, and that the short-term and long-term measures outlined above will ensure full compliance with the audit recommendations.

2. Unclaimed Property Procedures

Certain entities holding unclaimed property for persons they cannot locate are periodically required to send such property, along with available information about the owners, to the State Treasurer's Office. The Unclaimed Property Division (UPD) receives and records the unclaimed property and deposits unclaimed monies to the credit of the Abandoned Fund Account Fund. While the UPD deposits unclaimed funds and enters information about the holders into the UPD's unclaimed property management system database as it is received, the related individual owner information is not always entered in a timely manner.

At June 30, 1999, the UPD had approximately \$3,524,000 in holder reports for which the owner information had not been entered, as compared to approximately \$2,019,000 at June 30, 1998. Some of these reports had been submitted as much as eight months earlier. In addition, as of October 1, 1999 the amount had increased to approximately \$3,821,000. The two main reporting periods during which unclaimed property is remitted to the UPD begin on May 1 and November 1 of each year.

The timely entry of owner information on the unclaimed property management system is critical to returning unclaimed funds to the original owners in a timely manner. While the UPD uses many marketing tools to publicize unclaimed funds and to encourage owners to inquire about monies possibly due them, owners can only identify and claim the amounts recorded in their name on the unclaimed property management system. Without the most current data, the value of this marketing is reduced.

WE RECOMMEND the STO enter owner information in a timely manner.

AUDITEE'S RESPONSE

The two major functions of the Unclaimed Property Division are: 1) receipt and entry of unclaimed property, and 2) handling of inquiries and disbursement to unclaimed property owners. These two functions must compete for the same personnel resources.

The STO\Unclaimed Property Division has experienced a sizeable increase in volume due to heightened awareness of the unclaimed property laws and increased national attention on states' efforts to return unclaimed property to the rightful owners. In fiscal year 1999, the Unclaimed Property Division entered over 180 percent more owners and handled over 1500 percent more inquiries than fiscal year 1998, with the same size staff.

Coupled with the increased volume of remitted funds anticipated due to the changes in the Unclaimed Property law under H.B. 1510 (see below), the resources of the Unclaimed Property Division may ultimately be inadequate to address the rapid growth in owner information being reported. However, the STO is committed to exhausting every resource before requesting additional FTEs, and has a plan in place to maximize existing resources through the use of new technology.

The STO is fully committed to ensuring that owner information is entered in a timely manner. In 1998, H.B. 1510 was passed and signed into law. The abandonment period for most types of property was changed from seven years to five years, effective January 1, 2000. Companies will remit owners for three reporting periods in May and November 2000, effectively tripling the amount of owner information reported.

The STO is addressing the increased demands on the Unclaimed Property Division's resources by utilizing technology. The STO has implemented an electronic reporting function which allows holders to submit their information on diskette. The diskette reporting requires much less time to upload to the unclaimed property management system than to manually key. This, along with increased automation in the claims process, should help the division shift additional resources to the entry of owner information.

The STO plans to use several methods to encourage companies to remit owners on diskette reports. The owner backlog will depend on the number of reports received on diskette and the amount of publicity unclaimed property receives statewide and nationally. The STO fully intends to manage resources to maximize the amount of money returned on a timely basis to the rightful owners.

The STO expects to have the owner backlog reduced to 90 days by July 1, 2000, and to be fully compliant with the audit recommendations, as of that date. However, as noted above, the issue of seeking additional FTEs to address the increasing demands on the Unclaimed Property Division, due to increased national awareness and changes in the law, may need to be revisited in the future.

This report is intended for the information of the management of the Office of State Treasurer and other applicable government officials. However, this report is a matter of public record and its distribution is not limited.

Follow-Up on State Auditor's Prior Recommendations

OFFICE OF STATE TREASURER
FOLLOW-UP ON STATE AUDITOR'S PRIOR RECOMMENDATIONS

This section reports follow-up action taken by the Office of State Treasurer on recommendations made in the Management Advisory Report (MAR) of our report issued for the year ended June 30, 1998. The prior recommendation which has not been implemented is repeated in the current MAR.

1. Bank Reconciliations

The Electronic Receipt/ Payment Account was not reconciled on a timely basis.

Recommendation:

The STO ensure reconciliations of all bank accounts are done on a timely basis.

Status:

Not implemented. The daily reconciliations were performed through July 23, 1999, but were not performed again until December 1999. See MAR No. 1.

2. Abandoned Fund Account Fund Transfers

The transfer of excess balances from the Abandoned Fund Account Fund to the state's General Revenue Fund was not performed as required by state law.

Recommendation:

The STO continue to monitor the cash balance of the Abandoned Fund Account Fund and ensure that the necessary transfer is made at least once each fiscal year to reduce the balance to the level required by state law.

Status:

Implemented.

3. Missouri First Linked Deposit Program

Audits and other reviews of deposits and loans related to several components of the Missouri First Linked Deposit Program were not being performed on a timely basis or in accordance with written procedures.

Recommendation:

The STO ensure that audits and other reviews of the Missouri First Linked Deposit Program are performed on a timely basis. In addition, the audits should conform to the STO's written guidelines.

Status:

Implemented.

STATISTICAL SECTION

History, Organization, and
Statistical Information

OFFICE OF STATE TREASURER HISTORY, ORGANIZATION, AND STATISTICAL INFORMATION

The Office of State Treasurer is an elective office as provided in the Missouri Constitution. The duties of the State Treasurer as defined by Article IV Section 15 are to be the custodian of all state funds; to determine the amount of state monies not needed for current operating expenses; and to invest such monies in interest bearing time deposits, in Missouri banking institutions selected by the State Treasurer and approved by the Governor and State Auditor, in short-term U. S. government securities, or in certain allowable commercial paper and banker's acceptances.

The Office of State Treasurer operates in four major functional areas: 1) accounting and banking services; 2) disbursements and records; 3) investments and deposit programs; and 4) unclaimed property.

The accounting and banking services area: 1) maintains a fund accounting system for the purpose of allocating investment interest to funds; 2) maintains ledger controls on fund balances and appropriations to assure that no check is issued that exceeds the lawful appropriated balances; 3) controls receipt of state monies collected by fee agents and state agencies and deposited in local banks throughout the state; 4) reconciles bank activity to receipt and disbursement activity reflected on the state books; and 5) determines the amount of state monies not needed for current operating expenses.

The disbursements and records area provides processing support to other departments of the State Treasurer's office, as follows: 1) confirms daily disbursements with the bank as certified by the Office of Administration; 2) provides storage and retrieval of state checks; and 3) controls and processes outlawed checks and processes and verifies claims for replacement checks.

The investments area places state monies not needed for current operating expenses in interest-bearing time deposits, U.S. government and agency securities, commercial paper, banker's acceptances, and repurchase agreements. This area also administers the State Treasurer's statutory linked deposit program and monitors and accounts for the collateralization of state funds.

The Unclaimed Property Section administers Missouri's Unclaimed Property Act (Chapter 447 RSMo). The Unclaimed Property Section is responsible for: 1) ensuring unclaimed property is reported; 2) receiving and recording reports of unclaimed property; 3) depositing unclaimed funds to the Abandoned Fund Account Fund; 4) maintaining custody and safekeeping of abandoned or unclaimed physical property; and 5) processing owner claims for abandoned funds or physical property.

On January 13, 1997, Bob Holden was inaugurated for his second term as the forty-second Treasurer of the state of Missouri. Bob Holden's term will expire in January 2001.

As of June 30, 1999, the office had forty-five full-time and six part-time employees. An organization chart follows.

OFFICE OF STATE TREASURER
ORGANIZATION CHART
JUNE 30, 1999

